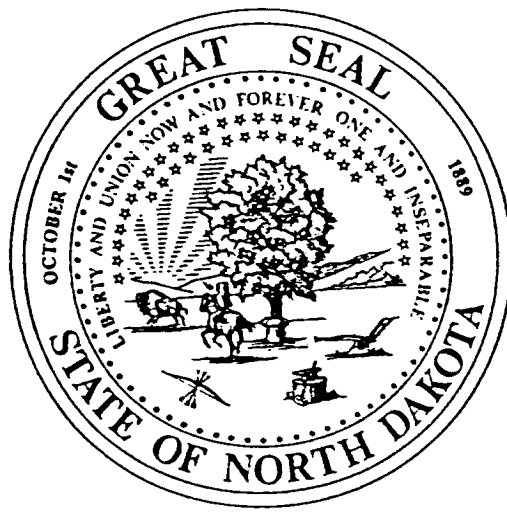


North Dakota



Single Audit Report

Fiscal Years Ended June 30, 2006 and 2005

*Prepared by the Office of the State Auditor
Robert R. Peterson, State Auditor*

March 12, 2007

Honorable John Hoeven
Governor, State of North Dakota

Members of the Legislative Assembly
of the State of North Dakota

We are pleased to submit the single audit of the State of North Dakota, covering the fiscal years ended June 30, 2006 and 2005.

This report complies with the State's audit requirements, including those placed upon the State as a condition for the receipt of federal funds for fiscal years 2006 and 2005. The audit meets the requirements of Chapter 54-10 of the North Dakota Century Code, the Single Audit Act Amendments of 1996, and the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-profit Organizations*.

We issued separate reports on the State of North Dakota's financial statements for fiscal years 2006 and 2005. These reports are included in the State of North Dakota's *Comprehensive Annual Financial Report* issued under separate cover for each of the two fiscal years ended June 30, 2006 and 2005, and are available upon request.

We would like to take this opportunity to express our appreciation to the State's lead cognizant audit agency, the U.S. Department of Health and Human Services, and to the state agencies for their assistance in the single audit process.

Respectfully submitted,

Robert R. Peterson
State Auditor

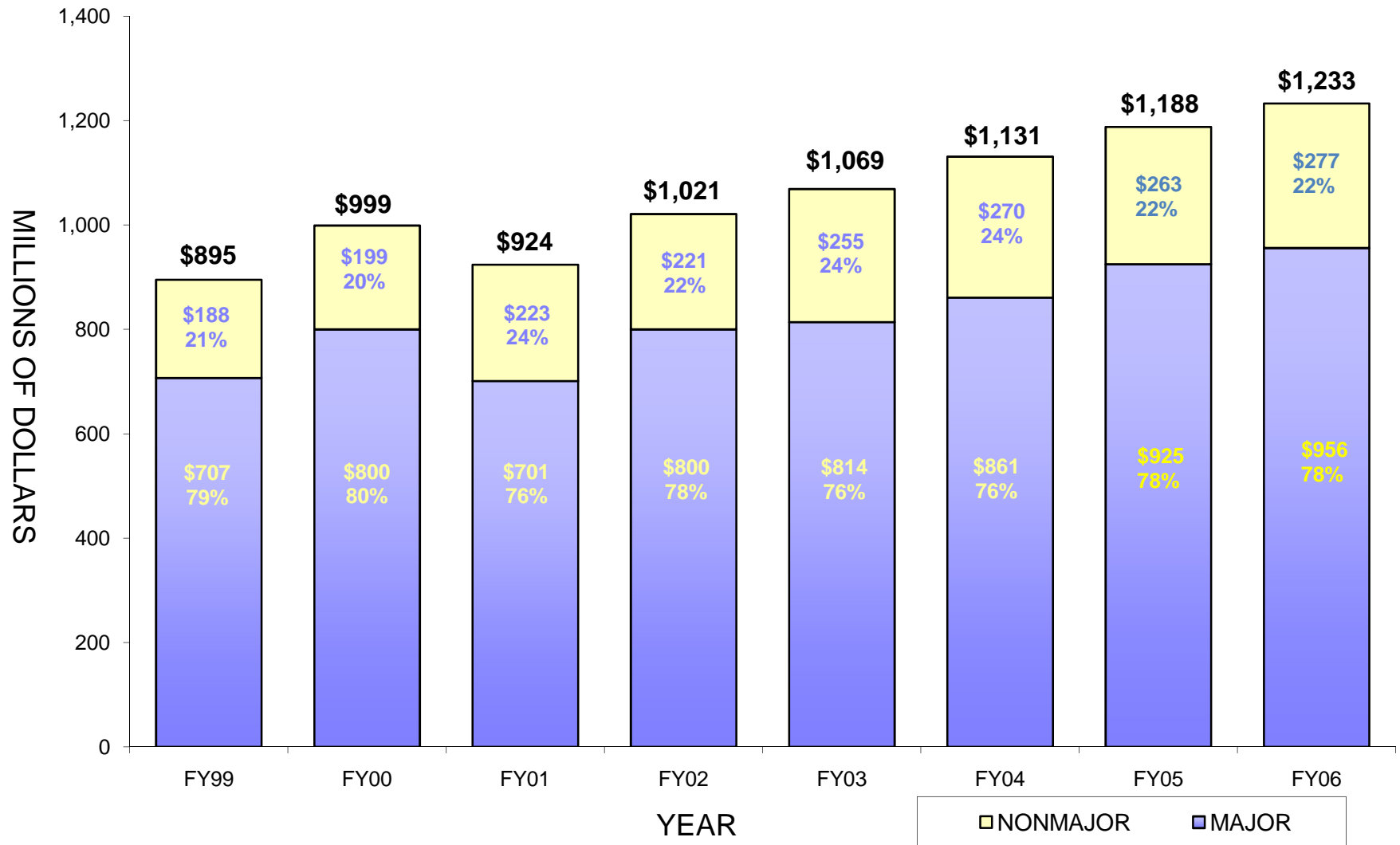
**STATE OF NORTH DAKOTA
SINGLE AUDIT**

For the Fiscal Years Ended June 30, 2006 and 2005

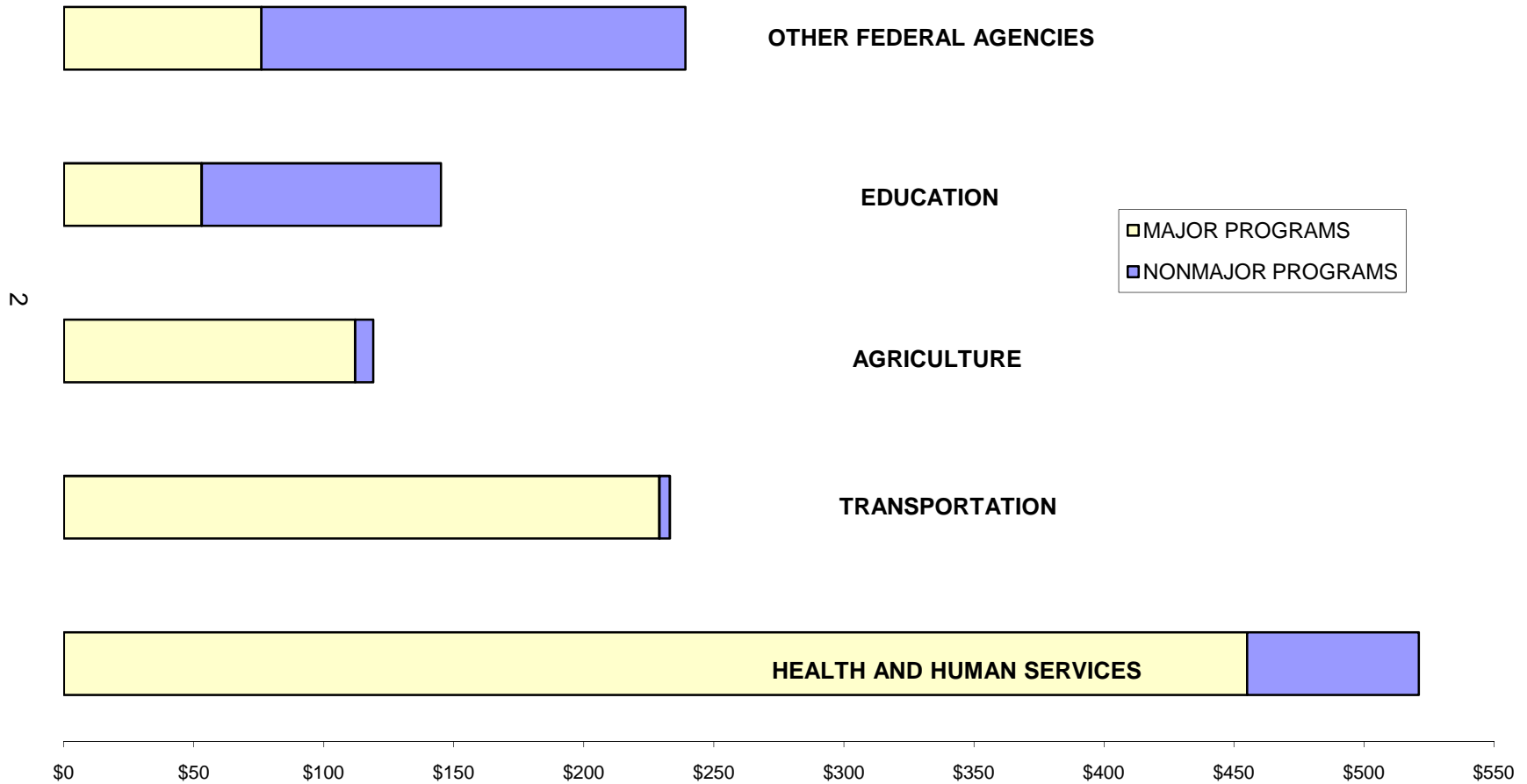
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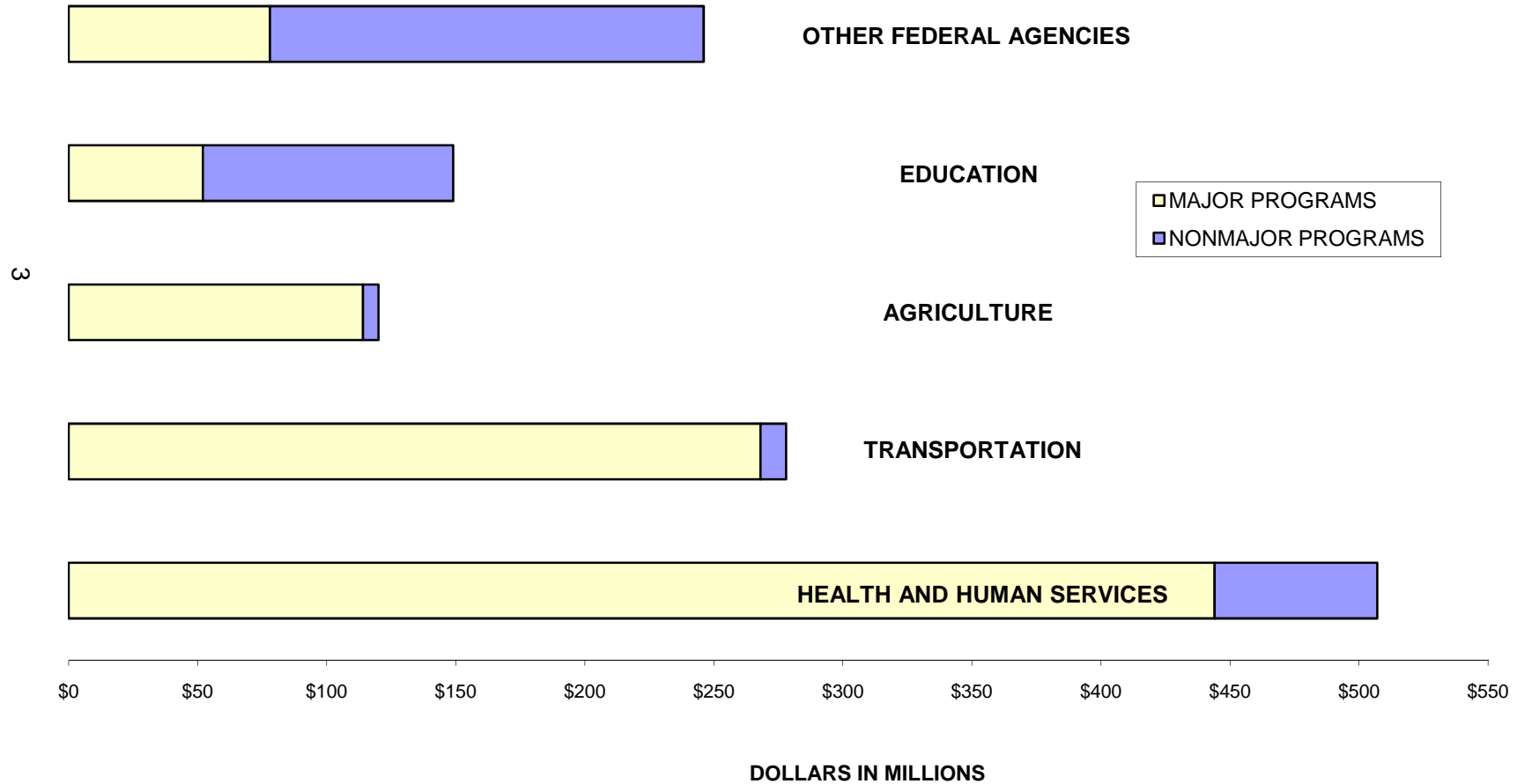
TOTAL FEDERAL ASSISTANCE



**FY05 FEDERAL FINANCIAL ASSISTANCE
TOTAL \$1,187,842,435**



**FY06 FEDERAL FINANCIAL ASSISTANCE
TOTAL \$1,233,023,417**



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

Honorable John Hoeven
Governor, State of North Dakota

Members of the Legislative Assembly
of the State of North Dakota

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of North Dakota, as of and for the years ended June 30, 2006 and 2005, which collectively comprise the State of North Dakota's basic financial statements and have issued our reports thereon dated December 12, 2006 and January 26, 2006, respectively. Those reports make reference to our reliance on the reports of other auditors as described therein. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audits, we considered the State of North Dakota's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the State of North Dakota's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying schedule of financial statement findings as items F05-1, F05-2, F05-3, F06-1, F06-2, F06-3 and F04-6.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal

control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, we consider the item F06-01 to be a material weakness. We also noted other matters involving the internal control over financial reporting that we have reported to management of the State of North Dakota, in separate letters dated December 12, 2006 and January 26, 2006.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the State of North Dakota's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the State's management, the Legislative Audit and Fiscal Review Committee, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Robert R. Peterson
State Auditor

Edwin J. Nagel, Jr., CPA
Director

December 12, 2006

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Honorable John Hoeven
Governor, State of North Dakota

Members of the Legislative Assembly
of the State of North Dakota

Compliance

We have audited the compliance of the State of North Dakota with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the years ended June 30, 2006 and 2005. The State of North Dakota's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the State of North Dakota's management. Our responsibility is to express an opinion on the State of North Dakota's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the State of North Dakota's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the State of North Dakota's compliance with those requirements.

As described in item 06-11 in the accompanying schedule of findings and questioned costs, the State of North Dakota did not comply with requirements regarding eligibility that are applicable to the Temporary Assistance for Needy Families program. Compliance with such requirements is necessary, in our opinion, for the State of North Dakota to comply with requirements applicable to those programs.

In our opinion, except for the noncompliance described in the preceding paragraph, the State of North Dakota complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the years ended June 30, 2006 and 2005. The results of our auditing procedures also disclosed other instances of noncompliance with those requirements which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 06-1, 06-2, 06-3, 06-5, 06-6, 06-7, 06-8, 06-9, 06-10, 06-12, 06-13, 06-14, 06-15, 06-16, 06-18, 06-19, 06-20, 06-21, 06-22, 06-23, 06-24, 06-25, 06-26, 06-28, 06-29, 06-30, 06-31, 06-32, 06-36, 06-37, 06-38, 06-39 and 06-40.

Internal Control Over Compliance

The management of the State of North Dakota is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the State of North Dakota's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

We noted certain matters involving the internal control over compliance and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect State of North Dakota's ability to administer a major federal program in accordance with the applicable requirements of laws, regulations, contracts, and grants. Reportable conditions are described in the accompanying schedule of findings and questioned costs as items 06-4, 06-5, 06-6, 06-8, 06-9, 06-10, 06-11, 06-12, 06-13, 06-14, 06-16, 06-17, 06-22, 06-23, 06-24, 06-25, 06-26, 06-27, 06-28, 06-29, 06-30, 06-32, 06-33, 06-34, 06-35, 06-37, 06-38, 06-39 and 06-40.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with the applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described, we consider items 06-11, 06-16 and 06-17 to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of North Dakota as of and for each of the two

fiscal years ended June 30, 2006 and 2005, and have issued our reports thereon dated December 12, 2006 and January 26, 2006, respectively. As described in our report on the State of North Dakota's financial statements, other auditors audited the financial statements of the following entities:

Bank of North Dakota	Job Service North Dakota
Beginning Farmer Revolving Loan Fund	Mandan Remediation Trust
Board of University and School Lands	PACE and AG PACE Funds
Building Authority	Public Employees Retirement System
College SAVE Plan	Retirement and Investment Office
Community Water Facility Loan Fund	State Fair Association
Developmentally Disabled Facility	Student Loan Trust
Loan Program	Workforce Safety and Insurance
Guaranteed Student Loan Program	All Discretely Presented Component Units
Housing Finance Agency	

This report does not include the results of the other auditors' testing of internal control or compliance and other matters that are reported on separately by those auditors. Further any Federal financial assistance received by those entities is reported separately and is not included in the State of North Dakota's schedule of expenditures of federal awards.

Our audits were conducted for the purpose of forming opinions on the basic financial statements that collectively comprise the State of North Dakota's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the State's management, the Legislative Audit and Fiscal Review Committee, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Robert R. Peterson
State Auditor

Edwin J. Nagel, Jr., CPA
Director

March 12, 2007, except the Schedule of Expenditures of Federal Awards as to which the date is December 12, 2006

**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
By Federal Agency**

FEDERAL AGENCY FEDERAL PROGRAM OR GRANT CLUSTER	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE					
Foster Grandparent/Senior Companion Cluster:					
Direct Programs:					
Foster Grandparent Program	DHS	94.011		\$ 362,041	\$ 356,135
Total - Foster Grandparent/Senior Companion Cluster				\$ 362,041	\$ 356,135
Direct Programs:					
Retired and Senior Volunteer Program	NDSU	94.002		\$ 344,713	\$ 246,370
State Commissions	COMM	94.003		61,265	63,441
Learn and Serve America - School and Community Based Programs	DPI	94.004		30,470	11,081
AmeriCorps	COMM	94.006		430,180	267,713
Planning and Program Development Grants	COMM	94.007		15,079	15,747
Training and Technical Assistance	COMM	94.009		62,777	24,692
Volunteers in Service to America	UND	94.013		57,700	48,954
AmeriCorps*VISTA	NDSU	N/A	03VSNND059	63,826	44,394
Pass Through Non-State Entity:					
Training and Technical Assistance - University Of Massachusetts-Boston	MISU	94.009	N/A		1,246
Total - Corporation for National and Community Service				\$ 1,428,051	\$ 1,079,773
DEPARTMENT OF AGRICULTURE					
Child Nutrition Cluster:					
Direct Programs:					
School Breakfast Program	DPI	10.553		\$ 2,775,826	\$ 2,588,172
National School Lunch Program	DPI	10.555		12,049,130	11,645,379
Special Milk Program for Children	DPI	10.556		62,565	78,869
Summer Food Service Program for Children	DPI	10.559		461,515	511,924
Total - Child Nutrition Cluster				\$ 15,349,036	\$ 14,824,344
Emergency Food Assistance Cluster:					
Direct Programs:					
Emergency Food Assistance Program (Administrative Costs)	DPI	10.568		\$ 94,152	\$ 125,662
Total - Emergency Food Assistance Cluster				\$ 94,152	\$ 125,662
Food Stamp Cluster:					
Direct Programs:					
State Administrative Matching Grants for Food Stamp Program	DHS	10.561		\$ 6,328,663	\$ 5,482,905
Nonmonetary Assistance:					
Food Stamps	DHS	10.551		45,694,354	43,473,955
Total - Food Stamp Cluster				\$ 52,023,017	\$ 48,956,860
Direct Programs:					
Plant and Animal Disease, Pest Control, and Animal Care	AG	10.025		\$ 805,402	\$ 603,993
Plant and Animal Disease, Pest Control, and Animal Care	GF	10.025		75,125	89,286
Wildlife Services	GF	10.028		6,868	
Conservation Reserve Program	NDSU	10.069			44,972
Federal-State Marketing Improvement Program	AG	10.156		37,919	30,326
Inspection Grading and Standardization	AG	10.162		3,755	5,408
Market Protection and Promotion	AG	10.163		56,591	52,318
Higher Education Multicultural Scholars Program	UND	10.220		9,891	9,066
Secondary and Two-Year Postsecondary Agriculture Education Challenge Grants	SCS	10.226			19,806
Agricultural and Rural Economic Research	COMM	10.250			340
Integrated Programs	NDSU	10.303		125,058	52,672
State Mediation Grants	AG	10.435		217,723	208,722
Cooperative Agreements with States for Intrastate Meat and Poultry Inspection	AG	10.475		242,428	201,378
Cooperative Extension Service	NDSU	10.500		4,132,897	3,739,588
Special Supplemental Nutrition Program for Women, Infants, and Children	HD	10.557		9,968,335	10,778,612
Child and Adult Care Food Program	DPI	10.558		9,161,004	9,122,140

**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
By Federal Agency**

FEDERAL AGENCY FEDERAL PROGRAM OR GRANT CLUSTER	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
State Administrative Expenses for Child Nutrition	DPI	10.560		711,200	348,837
Commodity Supplemental Food Program	DPI	10.565		137,881	172,491
Food Distribution Program on Indian Reservations	DPI	10.567		843,782	940,533
Team Nutrition Grants	DPI	10.574		179,967	128,151
Cooperative Forestry Assistance	AG	10.664		121,969	192,662
Cooperative Forestry Assistance	NDSU	10.664		1,321,499	1,598,204
National Forest - Dependent Rural Communities	NDSU	10.670		46,853	
Rural Development, Forestry, and Communities	NDSU	10.672		102,568	127,177
Forest Land Enhancement Program	MSUB	10.677			1,350
Forest Land Enhancement Program	NDSU	10.677		8,647	2,308
Water and Waste Disposal Systems for Rural Communities	WC	10.760		92,487	1,554,978
Rural Business Enterprise Grants	MISU	10.769		32	989
Rural Business Enterprise Grants	NDSU	10.769		59,023	35,510
Rural Business Enterprise Grants	UND	10.769		6,935	67,945
Distance Learning and Telemedicine Loans and Grants	NDSU	10.855		461,571	
Soil and Water Conservation	NDSU	10.902		140,384	290,818
Watershed Protection and Flood Prevention	WC	10.904		352	31,914
Wildlife Habitat Incentive Program	PARKS	10.914			13,193
Analysis of Income Variability and Stability	NDSU	N/A	43-3AEK-2-80109		2,053
Market News	AG	N/A	12-25-A-3621	23,250	21,875
Pass Through Non-State Entity:					
Grants for Agricultural Research, Special Research Grants - South Dakota State University	NDSU	10.200	483821	683	
Grants for Agricultural Research, Special Research Grants - University of Nebraska-Lincoln	NDSU	10.200	25-6205-0040-050	38,012	
Grants for Agricultural Research, Special Research Grants - South Dakota State University	NDSU	10.200	483870B	57,055	80,641
Sustainable Agriculture Research and Education - University of South Dakota	NDSU	10.215	SARE120104	923	
Integrated Programs - North Dakota 4-H Foundation Incorporated	NDSU	10.303	ND4H050105	1,500	
Homeland Security-Agricultural - Purdue University	NDSU	10.304	598-0313-01	11,922	3,165
Homeland Security-Agricultural - Kansas State University	NDSU	10.304	S03092	38,197	41,803
Cooperative State Research, Education and Extension Service - South Dakota State University	NDSU	10.500	276375	11,717	23,150
Cooperative State Research, Education and Extension Service - South Dakota State University	NDSU	10.500	482828	1,896	
Cooperative State Research, Education and Extension Service - National 4-H Council	NDSU	10.500	200245201015282		5,793
Cooperative State Research, Education and Extension Service - University of Nebraska-Lincoln	NDSU	10.500	25-6309-0022020	9,713	3,491
Cooperative State Research, Education and Extension Service - University of Nebraska-Lincoln	NDSU	10.500	26-6365-0001-305	11,888	
Cooperative State Research, Education and Extension Service - University of Tennessee	NDSU	10.500	AEX003319001.08	7,679	7,182
Cooperative State Research, Education and Extension Service - Auburn University	NDSU	10.500	N/A	85,329	
Cooperative State Research, Education and Extension Service - Kansas State University	NDSU	10.500	S05045	14,779	937
Cooperative State Research, Education and Extension Service - South Dakota State University	NDSU	10.500	SDSU 482657	3,218	3,096
Nonmonetary Assistance:					
Food Donation	DPI	10.550		6,799,335	7,011,885
<i>Total - Department of Agriculture</i>				<u>\$ 103,661,447</u>	<u>\$ 101,577,624</u>
DEPARTMENT OF COMMERCE					
Direct Programs:					
Economic Development - Technical Assistance	UND	11.303		\$ 184,857	\$ 126,991
Technology Opportunities Program	MISU	11.552		109,869	122,729

See accompanying notes to schedule

**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
By Federal Agency**

FEDERAL AGENCY FEDERAL PROGRAM OR GRANT CLUSTER	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Pass Through Non-State Entity: Hydrologic Research - Tri-College University	NDSU	11.462	NA05NWS4621012	46,570	
<i>Total - Department of Commerce</i>				<u>\$ 341,296</u>	<u>\$ 249,720</u>
DEPARTMENT OF DEFENSE					
Direct Programs:					
National Guard Military Operations and Maintenance (O&M) Projects	ADJ	12.401		\$ 20,187,142	\$ 16,656,150
Air Force Uniform Commutation	NDSU	N/A	N/A	60,067	64,016
Educational Service Agreement	UND	N/A	DADA10-98-H0193	39,960	18,326
Educational Service Agreement	UND	N/A	F33600-99-A0080	6,659	
Educational Service Agreement	UND	N/A	N00140-98-G2501	51,419	47,560
Pass Through Non-State Entity:					
Mathematical Sciences Grants Program - Association for Women in Mathematics	NDSU	12.901	10052005	1,527	2,880
Army Light Utility Helicopter Project - CAS, Inc	UND	N/A	CAS SC325-05	49,892	
AHPCRC Summer Instruction for Undergraduates - Network Computing Services	UND	N/A	N/A	38,820	53,403
<i>Total - Department of Defense</i>				<u>\$ 20,435,486</u>	<u>\$ 16,842,335</u>
DEPARTMENT OF EDUCATION					
<i>Special Education Cluster:</i>					
Direct Programs:					
Special Education - Grants to States	DPI	84.027		\$ 24,175,351	\$ 21,826,662
Special Education - Preschool Grants	DPI	84.173		834,420	828,502
Pass Through Non-State Entity:					
Special Education - Grants to States - Grand Forks Public Schools	UND	84.027	N/A		8,336
<i>Total - Special Education Cluster</i>				<u>\$ 25,009,771</u>	<u>\$ 22,663,500</u>
<i>TRIO Cluster:</i>					
Direct Programs:					
TRIO - Student Support Services	DSU	84.042		\$ 206,994	\$ 275,162
TRIO - Student Support Services	LRSC	84.042		221,105	246,580
TRIO - Student Support Services	NDSU	84.042		433,558	374,280
TRIO - Student Support Services	UND	84.042		316,491	297,887
TRIO - Talent Search	UND	84.044		421,055	434,457
TRIO - Upward Bound	NDSU	84.047		490,992	513,864
TRIO - Upward Bound	UND	84.047		410,141	389,150
TRIO - Educational Opportunity Centers	UND	84.066		325,849	353,637
TRIO - McNair Post-Baccalaureate Achievement	NDSU	84.217		244,667	241,376
TRIO - McNair Post-Baccalaureate Achievement	UND	84.217		227,070	224,614
<i>Total - TRIO Cluster</i>				<u>\$ 3,297,922</u>	<u>\$ 3,351,007</u>
Direct Programs:					
Adult Education - State Grant Program	DPI	84.002		\$ 1,343,956	\$ 1,090,233
Title I Grants to Local Educational Agencies	DPI	84.010		32,856,855	28,966,443
Migrant Education - State Grant Program	DPI	84.011		465,589	340,782
Title I Program for Neglected and Delinquent Children	DPI	84.013		34,143	63,110
Higher Education - Institutional Aid	SCS	84.031		389,582	176,450
Higher Education - Institutional Aid	VCSU	84.031			37,957
Vocational Education - Basic Grants to States	CTE	84.048		4,209,773	4,260,719
Leveraging Educational Assistance Partnership	US	84.069		45,635	86,672
Fund for the Improvement of Postsecondary Education	MISU	84.116			65,378
Fund for the Improvement of Postsecondary Education	SCS	84.116		68,192	4,252
Fund for the Improvement of Postsecondary Education	NDSU	84.116		39,741	239,477

See accompanying notes to schedule

**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
By Federal Agency**

FEDERAL AGENCY FEDERAL PROGRAM OR GRANT CLUSTER	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Fund for the Improvement of Postsecondary Education	UND	84.116		21,004	108,863
Rehabilitation Services - Vocational Rehabilitation Grants to States	DHS	84.126		8,964,476	7,748,561
Rehabilitation Long-Term Training	DHS	84.129		18,571	19,088
Rehabilitation Services - Client Assistance Program	DHS	84.161		113,032	105,657
Independent Living - State Grants	DHS	84.169		112,868	406,849
Rehabilitation Services - Independent Living Services for Older Individuals Who are Blind	DHS	84.177		217,570	283,757
Special Education - Grants for Infants and Families with Disabilities	DHS	84.181		1,562,738	1,424,998
Safe and Drug-Free Schools and Communities - National Programs	DPI	84.184		14,996	156,178
Byrd Honors Scholarships	DPI	84.185		81,750	79,500
Safe and Drug-Free Schools and Communities - State Grants	DHS	84.186		413,928	701,149
Safe and Drug-Free Schools and Communities - State Grants	DPI	84.186		1,713,055	1,843,686
Supported Employment Services for Individuals with Severe Disabilities	DHS	84.187		204,126	280,393
Bilingual Education - Professional Development	UND	84.195		13,649	88,530
Education for Homeless Children and Youth	DPI	84.196		153,417	169,669
Graduate Assistance in Areas of National Need	UND	84.200		111,188	88,175
Even Start - State Educational Agencies	DPI	84.213		946,790	983,884
Fund For The Improvement of Education	CTE	84.215			58,415
Assistive Technology	DHS	84.224		417,040	271,932
Assistive Technology	PA	84.224			1,270,981
Program of Protection and Advocacy of Individual Rights	PA	84.240		200,817	159,478
Tech-Prep Education	CTE	84.243		323,008	346,656
Twenty-first Century Community Learning Centers	DPI	84.287		4,175,254	3,860,362
State Grants for Innovative Programs	DPI	84.298		1,174,938	1,599,939
Education Technology State Grants	DPI	84.318		2,580,476	3,223,281
Special Education - State Personnel Development	DPI	84.323		410,139	600,475
Special Education - Personnel Development to Improve Services and Results for Children with Disabilities	MISU	84.325		145,343	195,914
Special Education - Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities	DPI	84.326		89,066	176,817
Grants to States for Incarcerated Youth Offenders	CORR	84.331		31,513	30,295
Comprehensive School Reform Demonstration	DPI	84.332		836,910	597,173
Child Care Access Means Parents in School	NDSU	84.335		34,769	
Teacher Quality Enhancement Grants	GOV	84.336		1,048,000	813,430
Preparing Tomorrow's Teachers to Use Technology	UND	84.342		546	57,026
Assistive Technology - State Grants for Protection and Advocacy	PA	84.343		42,825	45,176
Transition to Teaching	CTE	84.350		65,281	93,151
School Renovation Grants	DPI	84.352			212,600
Reading First State Grants	DPI	84.357		3,092,201	2,188,704
Rural Education	DPI	84.358		55,823	267
English Language Acquisition Grants	DPI	84.365		576,992	619,617
Mathematics and Science Partnerships	DPI	84.366		756,930	412,323
Improving Teacher Quality State Grants	DPI	84.367		14,026,932	13,738,014
Improving Teacher Quality State Grants	US	84.367		292,337	351,064
Grants for State Assessments and Related Activities	DPI	84.369		3,978,175	2,902,924
Hurricane Education Recovery	DPI	84.938		19,000	
American Printing House for the Blind	BLND	N/A	N/A	70,822	67,176
National Center for Education Statistics	DPI	N/A	ED-03-CO-0050	162,125	106,735
Pass Through Non-State Entity:					
Fund for the Improvement of Postsecondary Education - Tri-College University	NDSU	84.116	5312005	7,180	
Fund for the Improvement of Postsecondary Education - University of Texas - Austin	UND	84.116	71507-3	7,346	22,126
National Institute on Disability and Rehabilitation Research - Meeting the Challenges, Inc.	DHS	84.133	N/A	24,822	18,370
Fund for the Improvement of Education - National Council on Economic Education	NDSU	84.215	TT-05-5063	6,504	
Language Resource Centers - United Tribes Technical College	UND	84.229	B299B05005	24,715	
Rehabilitation Training - Continuing Education - Denver Options	MISU	84.264	N/A	800	167
Twenty-First Century Community Learning Centers - Grand Forks Public Schools	UND	84.287	N/A	38	13,283
Twenty-First Century Community Learning Centers Program - Griggs/Steele Educational Learning Consortium	MASU	84.287	S287A001096		4,952

See accompanying notes to schedule

**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
By Federal Agency**

FEDERAL AGENCY FEDERAL PROGRAM OR GRANT CLUSTER	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Twenty-First Century Community Learning Centers Program - Richland County School District	NDSU	84.287	N/A	50,263	47,590
State Grants for Innovative Programs - University of California	UND	84.298	99-ND02	45,618	23,719
Technology Innovation Challenge Grants - North Dakota Teaching With Technology	NDSU	84.303	NDETC06272005	125,000	
Parental Assistance Centers - Pathfinders Services of North Dakota	NDSU	84.310	S310A020101	179,849	168,844
Special Education - Personnel Preparation to Improve Services and Results for Children with Disabilities - University of Montana	MISU	84.325	N/A	168,939	128,588
Innovative Ed Program Strategies - National Writing Project Corporation	MISU	84.928	N/A	23,405	33,261
Center for Civic Education - Center for Civic Education	UND	N/A	N/A	9,076	
Carol M. White Physical Education Program Grant Evaluation - Northwest Service Cooperative	UND	N/A	N/A	10,540	
United Tribes Special Education Program (UTSEP) - United Tribes Technical College	UND	N/A	N/A	143,345	47,954
<i>Total - Department of Education</i>				<u>\$ 117,859,019</u>	<u>\$ 110,343,696</u>
DEPARTMENT OF ENERGY					
Direct Programs:					
State Energy Program	BSC	81.041		\$ 14,820	\$ 23,736
State Energy Program	COMM	81.041		543,676	534,531
Weatherization Assistance for Low-Income Persons	COMM	81.042		2,507,804	2,568,283
Office of Science Financial Assistance Program	UND	81.049		4,285	
Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance	COMM	81.117		7,841	7,614
State Energy Program Special Projects	COMM	81.119		27,940	70,983
Case Management - Stripper Well	COMM	N/A	N/A	13,082	12,146
Furnace Rebate Program	COMM	N/A	N/A	2,500	2,500
Governor's Ethanol Program	COMM	N/A	N/A	57,323	162,780
State Buildings Program - Stripper Well	COMM	N/A	N/A		68,910
State Heating Oil and Propane	COMM	N/A	DE-FC01-01E137398	2,666	6,133
Pass Through Non-State Entity:					
Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance - National Association of State Universities and Land Grant Colleges	NDSU	81.117	1182006	1,750	
2005 Biomass Grant - Western Governor's Association	COMM	N/A	Contract#20108-0550	6,875	
<i>Total - Department of Energy</i>				<u>\$ 3,190,562</u>	<u>\$ 3,457,616</u>
DEPARTMENT OF HEALTH AND HUMAN SERVICES					
<i>Aging Cluster:</i>					
Direct Programs:					
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	DHS	93.044		\$ 1,657,918	\$ 1,806,346
Special Programs for the Aging - Title III, Part C - Nutrition Services	DHS	93.045		2,755,221	2,535,243
Nutrition Services Incentive Program	DHS	93.053		845,453	785,233
<i>Total - Aging Cluster</i>				<u>\$ 5,258,592</u>	<u>\$ 5,126,822</u>
<i>Child Care Development Fund Cluster:</i>					
Direct Programs:					
Child Care and Development Block Grant	DHS	93.575		\$ 2,550,746	\$ 5,306,777
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	DHS	93.596		6,973,155	3,551,405
<i>Total - Child Care Development Fund Cluster</i>				<u>\$ 9,523,901</u>	<u>\$ 8,858,182</u>
<i>Medicaid Cluster:</i>					
Direct Programs:					
State Survey and Certification of Health Care Providers and Suppliers	DHS	93.777		\$ 597,996	\$ 600,675
State Survey and Certification of Health Care Providers and Suppliers	HD	93.777		1,060,038	1,085,076

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FEDERAL AGENCY FEDERAL PROGRAM OR GRANT CLUSTER	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Medical Assistance Program	DHS	93.778		354,310,818	362,892,541
<i>Total - Medicaid Cluster</i>				<u>\$ 355,968,852</u>	<u>\$ 364,578,292</u>
Direct Programs:					
Public Health and Social Services Emergency Fund	HD	93.003		\$ 1,552,996	\$ 2,977,398
Special Programs for the Aging - Title VII, Chapter 3 - Programs for Prevention of Elder Abuse, Neglect, and Exploitation	DHS	93.041		6,627	48,636
Special Programs for the Aging - Title VII, Chapter 2 - Long-Term Care Ombudsman Services for Older Individuals	DHS	93.042		106,984	9,312
Special Programs for the Aging - Title III, Part D - Disease Prevention and Health Promotion Services	DHS	93.043		157,338	96,476
Special Programs for the Aging - Title IV - and Title II - Discretionary Projects	UND	93.048		284,846	421,702
Alzheimer's Disease Demonstration Grants to States	DHS	93.051		216,243	
National Family Caregiver Support	DHS	93.052		783,130	883,307
Food and Drug Administration - Research	HD	93.103		1,411	1,799
Maternal and Child Health Federal Consolidated Programs	DHS	93.110		23,154	152,384
Maternal and Child Health Federal Consolidated Programs	HD	93.110		142,477	287,033
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	HD	93.116		186,451	148,520
Nurse Anesthetist Traineeships	UND	93.124		9,138	6,493
Emergency Medical Services for Children	HD	93.127		113,056	88,649
Primary Care Services Resource Coordination and Development	HD	93.130		137,777	221,484
Injury Prevention and Control Research and State and Community Based Programs	HD	93.136		171,061	169,359
Community Programs to Improve Minority Health Grant Program	HD	93.137		2,559	
Protection and Advocacy for Individuals with Mental Illness	PA	93.138		445,837	390,162
Projects for Assistance in Transition from Homelessness (PATH)	DHS	93.150		290,092	326,252
National Health Service Corps Loan Repayment Program	HD	93.162		17,500	
Nursing Workforce Diversity	UND	93.178		228,085	196,480
Allied Health Special Projects	UND	93.191		181,163	163,470
Quentin N. Burdick Program for Rural Interdisciplinary Training	UND	93.192		22,895	223,371
Tribal Self-Governance Program: Planning and Negotiation Cooperative Agreements and IHS Compacts/Funding Agreements	UND	93.210		408,695	
Telehealth Network Grants	MISU	93.211			41,235
Telehealth Network Grants	NDSU	93.211		260,857	369,721
Family Planning - Services	HD	93.217		1,045,851	1,037,044
Development and Coordination of Rural Health Services	UND	93.223		773,574	917,270
Consolidated Knowledge Development and Application (KD&A) Program	DHS	93.230		56,300	1,200
Traumatic Brain Injury State Demonstration Grant Program	HD	93.234		10,814	76,376
Traumatic Brain Injury State Demonstration Grant Program	PA	93.234		27,926	28,308
Abstinence Education Program	HD	93.235		76,608	82,393
State Rural Hospital Flexibility Program	UND	93.241		757,248	804,885
Advanced Education Nursing Grant Program	UND	93.247		471,647	463,307
Universal Newborn Hearing Screening	MISU	93.251		134,525	191,306
State Planning Grants Health Care Access for the Uninsured	HD	93.256		256,589	291,763
Rural Access to Emergency Devices Grant	UND	93.259		192,574	232,235
State Grants for Protection and Advocacy Services	PA	93.267		26,504	22,074
Immunization Grants	HD	93.268		1,174,432	1,493,939
Centers for Disease Control and Prevention - Investigations and Technical Assistance	DES	93.283			155,595
Centers for Disease Control and Prevention - Investigations and Technical Assistance	HD	93.283		8,960,437	10,229,163
Centers for Disease Control and Prevention - Investigations and Technical Assistance	MISU	93.283		144,229	
Centers for Disease Control and Prevention - Investigations and Technical Assistance	UND	93.283		170,615	43,829
Small Rural Hospital Improvement Grant Program	UND	93.301		352,856	231,445
Advanced Education Nursing Traineeships	UND	93.358		37,019	35,098
Nurse Education, Practice and Retention Grants	NDSU	93.359			8,400
National Center for Research Resources	NDSU	93.389		139,978	
National Center for Research Resources	UND	93.389		113,586	
Promoting Safe and Stable Families	DHS	93.556		819,109	615,387
Temporary Assistance for Needy Families	DHS	93.558		20,337,841	26,721,255

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**STATE OF NORTH DAKOTA
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**For the Fiscal Years Ended June 30, 2006 and 2005
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FEDERAL AGENCY FEDERAL PROGRAM OR GRANT CLUSTER	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Child Support Enforcement	DHS	93.563		8,143,802	7,777,797
Refugee and Entrant Assistance - State Administered Programs	DHS	93.566		842,883	885,392
Low-Income Home Energy Assistance	DHS	93.568		15,504,093	17,004,945
Community Services Block Grant	COMM	93.569		2,996,606	3,080,466
Community Services Block Grant Formula and Discretionary Awards					
Community Food and Nutrition Programs	COMM	93.571		25,551	13,626
Refugee and Entrant Assistance - Discretionary Grants	DHS	93.576		49,579	50,072
Refugee and Entrant Assistance - Discretionary Grants	DPI	93.576		122,282	178,820
Refugee and Entrant Assistance - Wilson/Fish Program	DHS	93.583		597,922	512,003
Refugee and Entrant Assistance - Targeted Assistance Grants	DHS	93.584		192,258	240,440
State Court Improvement Program	SC	93.586		164,021	52,588
Community-Based Child Abuse Prevention Grants	DHS	93.590		139,428	155,427
Grants to States for Access and Visitation Programs	DHS	93.597		75,837	124,757
Chafee Education and Training Vouchers Program (ETV)	DHS	93.599		63,794	61,664
Head Start	DHS	93.600		193,613	134,652
Head Start	MASU	93.600		1,174,970	1,126,626
Adoption Incentive Payments	DHS	93.603		-	84,000
Voting Access for Individuals with Disabilities-Grants for Protection and Advocacy Systems	PA	93.618		27,717	31,165
Developmental Disabilities Basic Support and Advocacy Grants	DHS	93.630		391,297	439,641
Developmental Disabilities Basic Support and Advocacy Grants	PA	93.630		400,988	335,960
Developmental Disabilities Projects of National Significance	MISU	93.631		44,781	139,688
University Centers for Excellence in Developmental Disabilities Education, Research, and Service	MISU	93.632		504,985	421,101
Children's Justice Grants to States	DHS	93.643		116,595	134,222
Child Welfare Services - State Grants	DHS	93.645		645,026	901,634
Foster Care - Title IV-E	DHS	93.658		9,826,980	10,524,788
Adoption Assistance	DHS	93.659		3,339,107	3,022,437
Social Services Block Grant	DHS	93.667		3,473,057	3,718,688
Child Abuse and Neglect State Grants	DHS	93.669		96,050	69,065
Family Violence Prevention and Services/Grants for Battered Women's Shelters - Grants to States and Indian Tribes	HD	93.671		723,171	706,267
Chafee Foster Care Independence Program	DHS	93.674		431,196	411,177
State Children's Insurance Program	DHS	93.767		5,538,473	3,844,348
Medicaid Infrastructure Grants to Support the Competitive Employment of People with Disabilities	MISU	93.768		595,096	642,897
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	DHS	93.779		124,531	393,110
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	INS	93.779		211,578	272,573
Health Careers Opportunity Program	UND	93.822		417,714	397,638
Biomedical Research and Research Training	UND	93.859		91,751	
Medical Library Assistance	UND	93.879			1,767
Grants for Training in Primary Care Medicine and Dentistry	UND	93.884		307,378	313,977
Health Care and Other Facilities	UND	93.887		136,723	695,114
Specially Selected Health Projects	UND	93.888		707,844	1,008,283
Rural Health Care Services Outreach and Rural Health Network Development Program	UND	93.912			1,518
Grants to States for Operation of Offices of Rural Health	UND	93.913		173,555	200,060
HIV Care Formula Grants	HD	93.917		333,412	298,862
Cooperative Agreements to Support Comprehensive School Health Programs to Prevent the Spread of HIV and Other Important Health Problems	DPI	93.938		621,195	693,129
HIV Prevention Activities - Health Department Based	HD	93.940		645,813	672,913
Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance	HD	93.944		61,548	64,157
Assistance Programs for Chronic Disease Prevention and Control	HD	93.945		256,798	334,533
Trauma Care Systems Planning and Development	HD	93.952		54,640	37,216
Block Grants for Community Mental Health Services	DHS	93.958		746,981	838,983
Block Grants for Prevention and Treatment of Substance Abuse	DHS	93.959		6,465,918	5,251,458
Geriatric Education Centers	UND	93.969		289,522	
Health Professions Recruitment Program for Indians	UND	93.970		835,248	1,124,684
Preventive Health Services - Sexually Transmitted Diseases Control Grants	HD	93.977		297,585	164,580

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FEDERAL AGENCY FEDERAL PROGRAM OR GRANT CLUSTER	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Academic Administrative Units in Primary Care	UND	93.984			54,977
Cooperative Agreements for State-Based Diabetes Control Programs and Evaluation of Surveillance Systems	HD	93.988		293,972	329,771
Preventive Health and Health Services Block Grant	HD	93.991		270,298	391,659
Maternal and Child Health Services Block Grant to the States	DHS	93.994		623,590	676,800
Maternal and Child Health Services Block Grant to the States	HD	93.994		1,331,622	985,280
Bioterrorism Training and Curriculum Development Program	UND	93.996		629,855	910,473
Mammography Quality Standards Act Inspections	HD	N/A	223-00-4433	50,136	47,613
Medicated Feeds	AG	N/A	FDA-223-03-4003		16,748
Medicated Feeds	AG	N/A	FDA-223-04-4003	12,920	5,727
Medicated Feeds	AG	N/A	FDA-223-05-4003	24,328	
Meeting Food Safety Needs Native American Youth	NDSU	N/A	9BN55035		1,668
Social Security Reimbursement Funds	DHS	N/A	N/A	245,709	50,120
Teens Serving Food Safety	NDSU	N/A	FDA02172004	2,000	1,000
Tissue Residue	AG	N/A	FDA-223-03-4014	1,200	
Pass Through Non-State Entity:					
Aids Education and Training Centers - University of Colorado Health Sciences University	UND	93.145	FY05.011.020	49,753	72,247
Rural Health Research Centers - University of Minnesota	UND	93.155	S6656604101	137,146	72,068
Rural Health Research Centers - University of Nebraska Medical Center	UND	93.155	34-5180-2007004	1,709	58,120
Consolidated Knowledge Development and Application (KD&A) Program - University of South Dakota	UND	93.230	5 U01HD45935-02	12,140	61,636
Consolidated Knowledge Development and Application (KD&A) Program - University of South Dakota	UND	93.230	N/A	20,416	39,479
Consolidated Knowledge Development and Application (KD&A) Program - University of South Dakota	UND	93.230	U01 HD045935-01		25,693
Centers for Disease Control and Prevention - Investigations and Prevention - Investigations and Technical Assistance - Barnes County	MISU	93.283	N/A		326
Centers for Disease Control and Prevention - Investigations and Technical Assistance - City of Fargo	MISU	93.283	N/A		10,000
Centers for Disease Control and Prevention - Investigations and Technical Assistance - American Public Health Labs	HD	93.283	N/A		59,555
Centers for Disease Control and Prevention - Investigations and Technical Assistance - University of South Dakota	UND	93.283	N/A	22,203	177,403
Centers for Disease Control and Prevention - Investigations and Technical Assistance - University of South Dakota	UND	93.283	USD ACCT#402630		52,449
Community Services Block Grant-Discretionary Awards - National Youth Sports Program	NDSU	93.570	05-1091	63,595	58,185
Developmental Disabilities Projects of National Significance - Temple University	MISU	93.631	N/A	73	1,927
Medical Library Assistance - University of Illinois - Chicago	UND	93.879	NO1-LM-1-3513	8,694	12,853
Rural Health Care Services Outreach and Rural Health Network Development Program - Northland Healthcare Alliance	UND	93.912	#1002	377	29,595
Assistance Programs for Chronic Disease Prevention and Control - Ehrens Consulting	NDSU	93.945	05-054	150	635
Block Grants for Prevention and Treatment of Substance Abuse - Communities Action Opportunities, Inc.	MSUB	93.959	N/A		1,175
Preventive Health and Health Services Block Grant - National Network of Libraries	UND	93.991	N0-LM-3513	15,849	
American Indian Health Website - Aspen Systems Corporation	UND	N/A	N/A	23,027	1,859
Dakota's FAS Prevetion - Year 3 - University of South Dakota	UND	N/A	N/A	143,947	
Nonmonetary Assistance:					
Immunization Grants (Vaccines)	HD	93.268		4,838,170	4,253,945
<i>Total - Department of Health and Human Services</i>				<u>\$ 490,625,749</u>	<u>\$ 507,520,705</u>

DEPARTMENT OF HOMELAND SECURITY

Homeland Security Cluster:

Pass Through Non-State Entity:

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FEDERAL AGENCY FEDERAL PROGRAM OR GRANT CLUSTER	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
State Domestic Preparedness Equipment Support Program - Grand Forks Emergency Management Office	UND	97.004	1(2004 LETPP)	\$ 13,500	
<i>Total - Homeland Security Cluster</i>				<u>\$ 13,500</u>	<u>\$ -</u>
Direct Programs:					
State Domestic Preparedness Equipment Support Program	DES	97.004		\$ 15,220,578	\$ 16,365,325
Boating Safety Financial Assistance	GF	97.012		445,468	363,396
Hazardous Materials Assistance Program	DES	97.021		3,470	697
Community Assistance Program State Support Services Element (CAP-SSSE)	WC	97.023		99,821	87,442
Flood Mitigation Assistance	WC	97.029		97,360	
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	DES	97.036		18,022,854	15,141,470
Hazard Mitigation Grant	DES	97.039		1,174,091	2,496,919
National Dam Safety Program	WC	97.041		20,815	24,369
Emergency Management Performance Grants	DES	97.042		1,136,406	1,615,516
Cooperating Technical Partners	WC	97.045		689,034	
Pre-Disaster Mitigation	DES	97.047		73,165	71,322
Community Emergency Response Teams	DES	97.054			111,578
Pre-Disaster Mitigation Disaster Resistant Universities	DES	97.063		33,254	1,200
Map Modernization Management Support	WC	97.070		118,340	48,140
Law Enforcement Terrorism Prevention Program (LETPP)	GF	97.074			104,852
Law Enforcement Terrorism Prevention Program (LETPP)	DES	97.074		3,931,351	2,133,949
<i>Total - Department of Homeland Security</i>				<u>\$ 41,079,507</u>	<u>\$ 38,566,175</u>
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT					
Direct Programs:					
Community Development Block Grants/State's Program	COMM	14.228		\$ 5,899,812	\$ 8,906,207
Emergency Shelter Grants Program	COMM	14.231		271,409	269,963
Supportive Housing Program	COMM	14.235		14,087	33,490
Shelter Plus Care	COMM	14.238		258,000	263,201
HOME Investment Partnerships Program	COMM	14.239		2,313,356	2,878,004
Community Development Block Grants/Brownfields Economic Development Initiative	NDSU	14.246		33,765	102,339
Rural Housing and Economic Development	HIS	14.250			13,573
Fair Housing Assistance Program - State and Local	LAB	14.401		117,188	214,470
HUD Interest Subsidy	NDSU	N/A	N/A	24,408	24,408
Interest Subsidy Grant	UND	N/A	DEN-028	16,404	16,404
Interest Subsidy Grant	VCSU	N/A	DEN-032	23,714	23,714
Interest Subsidy Grant	LRSC	N/A	DEN-357	23,170	23,170
Interest Subsidy Grant	BSC	N/A	DEN-385	12,218	12,218
Other HUD Federal Assistance	COMM	N/A	N/A		153
Pass Through Non-State Entity:					
Community Development Block Grants/Brownfields Economic Development Initiative - Rural Economic Area Partnership Development Fund	NDSU	14.246	10262005	7,341	7,500
CDBG/Brownfields Economic Development Initiative - REAP Investment Board	MSUB	14.246	B-00SP-ND-0231		9,855
<i>Total - Department of Housing and Urban Development</i>				<u>\$ 9,014,872</u>	<u>\$ 12,798,669</u>
DEPARTMENT OF THE INTERIOR					
<i>Fish and Wildlife Cluster:</i>					
Direct Programs:					
Sport Fish Restoration	GF	15.605		\$ 3,142,625	\$ 3,011,620
Wildlife Restoration	GF	15.611		3,181,252	2,953,099
<i>Total - Fish and Wildlife Cluster</i>				<u>\$ 6,323,877</u>	<u>\$ 5,964,719</u>
Direct Programs:					
Cultural Resource Management	HIS	15.224		\$ 78,313	\$ 75,464
National Fire Plan - Wildland Urban Interface Community Fire Assistance	NDSU	15.228		142,963	157,707
Fish, Wildlife and Plant Conservation Resource Management	NDSU	15.231		14	

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**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
By Federal Agency**

FEDERAL AGENCY FEDERAL PROGRAM OR GRANT CLUSTER	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Regulation of Surface Coal Mining and Surface Effects of Underground Coal Mining	PSC	15.250		516,262	485,572
Abandoned Mine Land Reclamation (AMLR) Program	PSC	15.252		1,403,686	1,778,135
Water Reclamation and Reuse Program	NDSU	15.504		27,446	39,376
Fish and Wildlife Management Assistance	MISU	15.608		18	3,833
Endangered Species Conservation	PARKS	15.612		63,135	42,397
Wildlife Conservation and Appreciation	GF	15.617		25,805	26,254
Landowner Incentive	GF	15.633		110,113	62,201
State Wildlife Grants	GF	15.634		480,532	332,771
Challenge Cost Share	AG	15.642		6,920	17,613
Challenge Cost Share	GF	15.642			11,500
Challenge Cost Share	MISU	15.642		318	2,256
Challenge Cost Share	PARKS	15.642			11,312
U.S. Geological Survey - Research and Data Collection	HD	15.808		15,082	9,738
U.S. Geological Survey - Research and Data Collection	IND	15.808		6,246	23,759
National Cooperative Geologic Mapping Program	IND	15.810		17,247	10,231
National Cooperative Geologic Mapping Program	MISU	15.810		1,884	14
Historic Preservation Fund Grants-In-Aid	HIS	15.904		594,612	533,253
Outdoor Recreation - Acquisition, Development and Planning	HIS	15.916			30,688
Outdoor Recreation - Acquisition, Development and Planning	PARKS	15.916		587,937	763,587
Audubon Mitigation Lands	GF	N/A	N/A	16,655	9,546
Bow Challenge Grant	GF	N/A	01-CS-110118-00-098	1,000	
Black Tiger Bay	GF	N/A	N/A		39,908
Forrest Stand Improvement	GF	N/A	72-6633-8-76		2,822
Grassland Team	GF	N/A	43-0355-3-0029		48,647
Housing and Institutional Care	CORR	N/A	N/A	184,767	178,139
Implementation of Prairie Pothole Joint Venture	GF	N/A	1448-60181-03-J405	15,000	30,000
Invasive Weed Control	GF	N/A	6211-3-J082		8,855
Lonetree	GF	N/A	N/A	754,242	683,570
Management and Protection of Significant Paleontological Resources in North Dakota	IND	N/A	03FC601818		748
Royalty Audit Program	AUD	N/A	1435-02-99-CA-40304	355,896	388,988
Save America's Treasures	HIS	N/A	38-04-ML-0063	59,711	
Save America's Treasures	HIS	N/A	38-06-ML-0049	18,369	
Weather Damage Modification Program	WC	N/A	N/A	6,860	74,036
Pass Through Non-State Entity:					
Northwest Area Water Supply - Garrison Diversion Conservancy District	WC	N/A	6-FC-60-00210	4,745,375	4,627,235
Mandan Language Preservation - North Dakota Lewis and Clark Bicentennial Foundation	MISU	N/A	N/A	1,505	
<i>Total - Department of the Interior</i>				<u>\$ 16,561,790</u>	<u>\$ 16,474,874</u>

DEPARTMENT OF JUSTICE

Direct Programs:

Prisoner Reentry Initiative Demonstration (Offender Reentry)	CORR	16.202		\$ 858,958	\$ 744,410
Juvenile Accountability Incentive Block Grants	CORR	16.523		557,559	324,300
Supervised Visitation, Safe Havens for Children	HD	16.527		355,612	262,156
Juvenile Justice and Delinquency Prevention - Allocation to States	CORR	16.540		690,914	470,267
Title V - Delinquency Prevention Program	CORR	16.548		119,844	67,543
Part E - State Challenge Activities	CORR	16.549		11,651	18,916
National Criminal History Improvement Program (NCHIP)	ATG	16.554		704,333	386,609
National Institute of Justice Research, Evaluation, and Development Project Grants	ATG	16.560		173,298	47,634
Crime Laboratory Improvement - Combined Offender DNA Index System Backlog Reduction	ATG	16.564		1,523	78,606
Crime Victim Assistance	CORR	16.575		1,218,211	1,661,914
Crime Victim Compensation	CORR	16.576		86,000	98,000
Edward Byrne Memorial Formula Grant Program	ATG	16.579		1,628,229	2,024,879
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	UND	16.580		169,495	45,298

See accompanying notes to schedule

**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
By Federal Agency**

FEDERAL AGENCY FEDERAL PROGRAM OR GRANT CLUSTER	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Drug Court Discretionary Grant Program	CORR	16.585		43,892	98,474
Drug Court Discretionary Grant Program	SC	16.585		37,448	63,126
Violent Offender Incarceration and Truth in Sentencing Incentive Grants	CORR	16.586			887,439
Violence Against Women Formula Grants	HD	16.588		684,755	813,329
Grants to Encourage Arrest Policies and Enforcement of Protection Orders	HD	16.590		136,078	72,803
Local Law Enforcement Block Grant Program	ATG	16.592		10,152	116,733
Residential Substance Abuse Treatment for State Prisoners	ATG	16.593		294,307	385,733
Corrections - Technical Assistance/Clearinghouse	CORR	16.603		192,171	161,304
State Criminal Alien Assistance Program	CORR	16.606		11,560	18,158
Tribal Court Assistance Program	UND	16.608		883,452	1,667,393
Community Prosecution and Project Safe Neighborhoods	ATG	16.609		145,834	194,588
Community Prosecution and Project Safe Neighborhoods	MISU	16.609		17,934	104,195
Indian Country Alcohol and Drug Prevention	UND	16.616		63,043	16,992
Public Safety Partnership and Community Policing Grants	MISU	16.710		854,766	621,482
Public Safety Partnership and Community Policing Grants	UND	16.710		19,802	19,979
Enforcing Underage Drinking Laws Program	DHS	16.727		356,211	330,313
National Incident Based Reporting System	ATG	16.733			145,296
Edward Byrne Memorial Justice Assistance Grant Program	ATG	16.738		261,719	
DEA Marijuana Eradication	ATG	N/A	2004-80		16,714
DEA Marijuana Eradication	ATG	N/A	2005-93	14,789	14,955
DEA Marijuana Eradication	ATG	N/A	2006-93	5,449	
Office of National Drug Control Policy - High Intensity Drug Trafficking Areas Program	ATG	N/A	I3PMWP592	38,484	144,441
Office of National Drug Control Policy - High Intensity Drug Trafficking Areas Program	ATG	N/A	I4PMWP592Z	229,593	285,385
Office of National Drug Control Policy - High Intensity Drug Trafficking Areas Program	ATG	N/A	I5PMWP592Z	450,490	33,803
Office of National Drug Control Policy - High Intensity Drug Trafficking Areas Program	ATG	N/A	I6PMWP592Z	43,767	
Office of National Drug Control Policy - High Intensity Drug Trafficking Areas Program	ATG	N/A	I2PMWP592		48,399
Pass Through Non-State Entity:					
Juvenile Accountability Incentive Block Grants - Association of Counties	SC	16.523	JAIBG(S)-022		31,484
Grants to Reduce Violent Crimes Against Women on Campus - Jamestown College	LRSC	16.525	1999-WA-VX-0014	8,065	22,994
Grants to Reduce Violent Crimes Against Women on Campus - Jamestown College	MASU	16.525	W301-1	12,519	20,522
Drug Control and System Improvement-Formula Grant - Clay County Joint Powers Collaborative	NDSU	16.579	0.316	9,023	16,634
Grants to Encourage Arrest Policies and Enforcement of Protection Orders - North Dakota Council on Abused Victims	UND	16.590	N/A	11,197	6,876
Indian Country Alcohol and Drug Prevention - Fox Valley Technical College	UND	16.616	N/A		28,935
<i>Total - Department of Justice</i>				<u>\$ 11,412,127</u>	<u>\$ 12,619,011</u>
DEPARTMENT OF LABOR					
Direct Programs:					
WIA Pilots, Demonstrations, and Research Projects	BSC	17.261		\$ 296,360	\$ 244,299
WIA Pilots, Demonstrations, and Research Projects	COMM	17.261		276,723	473,390
WIA Pilots, Demonstrations, and Research Projects	DHS	17.261		13,671	100,948
WIA Pilots, Demonstrations, and Research Projects	MASU	17.261		22,668	85,484
WIA Pilots, Demonstrations, and Research Projects	MISU	17.261		244,940	266,441
Occupational Safety and Health - Susan Harwood Training Grants	UND	17.502		89,030	83,061
Consultation Agreements	BSC	17.504		288,737	282,295
Mine Health and Safety Grants	CTE	17.600		48,076	58,557
Pass Through Non-State Entity:					
WIA Pilots, Demonstrations, and Research Projects - The Aim Institute	SCS	17.261	AH-12176-02-60	<u>89,034</u>	<u>4,532</u>

**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
By Federal Agency**

FEDERAL AGENCY FEDERAL PROGRAM OR GRANT CLUSTER	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
<i>Total - Department of Labor</i>				<u>\$ 1,369,239</u>	<u>\$ 1,599,007</u>
DEPARTMENT OF STATE					
Pass Through Non-State Entity: Teachers Training Teachers Program - American Council for International Education	UND	N/A	N/A	<u>\$ 21,704</u>	
<i>Total - Department of State</i>				<u>\$ 21,704</u>	<u>\$ -</u>
DEPARTMENT OF TRANSPORTATION					
<i>Federal Transit Cluster:</i>					
Direct Programs:					
Federal Transit - Capital Investment Grants	DOT	20.500		<u>\$ 403,141</u>	<u>\$ 603,422</u>
<i>Total - Federal Transit Cluster</i>				<u>\$ 403,141</u>	<u>\$ 603,422</u>
<i>Highway Planning and Construction Cluster:</i>					
Direct Programs:					
Highway Planning and Construction	DOT	20.205		<u>\$ 260,545,115</u>	<u>\$ 216,551,051</u>
Highway Planning and Construction	NDSU	20.205		<u>134,681</u>	<u>11,817</u>
<i>Total - Highway Planning and Construction Cluster</i>				<u>\$ 260,679,796</u>	<u>\$ 216,562,868</u>
<i>Highway Safety Cluster:</i>					
Direct Programs:					
State and Community Highway Safety	DOT	20.600		<u>\$ 1,384,122</u>	<u>\$ 5,730,775</u>
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants	DOT	20.601		<u>337,887</u>	<u>374,985</u>
Federal Highway Safety Data Improvements Incentive Grants	DOT	20.603		<u>-</u>	<u>294,048</u>
Safety Incentive Grants for Use of Seatbelts	DOT	20.604		<u>2,324</u>	<u>476,817</u>
Safety Incentives to Prevent Operation of Motor Vehicles by Intoxicated Persons	DOT	20.605		<u>248,440</u>	<u>406,184</u>
<i>Total - Highway Safety Cluster</i>				<u>\$ 1,972,773</u>	<u>\$ 7,282,809</u>
Direct Programs:					
Airport Improvement Program	AERO	20.106		<u>\$ 288,574</u>	<u>\$ 157,090</u>
Highway Beautification - Control of Outdoor Advertising, and Control of Junkyards	DOT	20.214		<u>152</u>	<u>272</u>
National Motor Carrier Safety	HP	20.218		<u>1,799,999</u>	<u>1,530,756</u>
Recreational Trails Program	PARKS	20.219		<u>465,100</u>	<u>483,314</u>
Commercial Driver License State Programs	DOT	20.232		<u>328,586</u>	
Federal Transit - Metropolitan Planning Grants	DOT	20.505		<u>1,504,572</u>	<u>1,483,277</u>
Formula Grants for Other than Urbanized Areas	DOT	20.509		<u>1,093,937</u>	<u>1,222,534</u>
Capital Assistance Program for Elderly Persons and Persons with Disabilities	DOT	20.513		<u>249,454</u>	<u>156,831</u>
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	DOT	20.608		<u>308,727</u>	
Pipeline Safety	PSC	20.700		<u>59,349</u>	<u>39,429</u>
Interagency Hazardous Materials Public Sector Training and Planning Grants	DES	20.703		<u>73,924</u>	<u>139,916</u>
Fatal Accident Reporting	DOT	N/A	DTNH22-92-Y-07044	<u>13,953</u>	
Hazard Elimination	DOT	N/A	164-HE	<u>4,585,993</u>	
Innovative Funds	DOT	N/A	157	<u>76,795</u>	
Joint Federal/State Motor Fuel Tax Compliance Project	TAX	N/A	TCP002 (001)		<u>2,387</u>
Safety Incentive	DOT	N/A	DTNH22-05-H-05218	<u>76,880</u>	
Surface Transportation Weather Conference	UND	N/A	23 04 P73380003		<u>1,680</u>
Traffic Operations Roundtable	NDSU	N/A	DTFH3805P000110000	<u>1,698</u>	
Pass Through Non-State Entity:					
CGAR Website - Embry-Riddle University	UND	N/A	01-C-ERAU-1E	<u>23,286</u>	<u>15,193</u>
Course Development for Qualification for Technically Advanced Aircraft - Embry-Riddle University	UND	N/A	61041-UND	<u>55,161</u>	
Multiengine Refresher Course (FAA Inspectors) - Embry-Riddle University	UND	N/A	DTFACT-02-D-0037	<u>108,753</u>	<u>17,079</u>
<i>Total - Department of Transportation</i>				<u>\$ 274,170,603</u>	<u>\$ 229,698,857</u>

DEPARTMENT OF VETERANS AFFAIRS

**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
By Federal Agency**

FEDERAL AGENCY FEDERAL PROGRAM OR GRANT CLUSTER	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Direct Programs:					
Veterans State Domiciliary Care	VET	64.014		\$ 735,395	\$ 774,486
Veterans State Nursing Home Care	VET	64.015		745,133	752,793
All-Volunteer Force Educational Assistance	US	64.124		102,582	92,058
State Cemetery Grants	ADJ	64.203		1,566,199	
Residents Rotations	UND	N/A	N/A	571,155	347,470
Veterans Affairs Processing Fee	NDSU	N/A	640000	1,703	
Veterans Affairs Processing Fee	NDSU	N/A	VA01241994	6,463	5,900
<i>Total - Department of Veterans Affairs</i>				<u>\$ 3,728,630</u>	<u>\$ 1,972,707</u>
ENVIRONMENTAL PROTECTION AGENCY					
Direct Programs:					
State Underground Water Source Protection	IND	66.433		\$ 99,600	\$ 93,600
Surveys, Studies, Investigations, Demonstrations, and Training Grants and Cooperative Agreements - Section 104(b)(3) of the Clean Water Act	HD	66.436		58,589	10,842
Water Quality Management Planning	HD	66.454		96,912	118,258
Capitalization Grants for Clean Water State Revolving Funds	HD	66.458		261,944	263,795
Nonpoint Source Implementation Grants	HD	66.460		4,403,267	5,259,020
Regional Wetland Program Development Grants	HD	66.461		42,022	37,153
Regional Wetland Program Development Grants	WC	66.461		72,441	114,901
Wastewater Operator Training Grant Program (Technical Assistance)	HD	66.467		25,162	19,462
Capitalization Grants for Drinking Water State Revolving Funds	HD	66.468		307,193	301,171
Water Protection Grants to the States	HD	66.474		15,914	37,362
Environmental Protection - Consolidated Research	HD	66.500		23,786	47,521
Performance Partnership Grants	AG	66.605		481,658	394,314
Performance Partnership Grants	HD	66.605		4,187,695	3,510,303
Surveys, Studies, Investigations and Special Purpose Grants	HD	66.606		335,797	291,008
Environmental Information Exchange Network Grant Program and Related Assistance	HD	66.608		81,473	218,239
Consolidated Pesticide Enforcement Cooperative Agreements	NDSU	66.700		53,337	57,650
Superfund State, Political Subdivision, and Indian Tribe Site - Specific Cooperative Agreements	HD	66.802		1,902,664	120,407
Leaking Underground Storage Tank Trust Fund Program	HD	66.805		454,903	241,055
Brownfield Pilots Cooperative Agreements	HD	66.811		2,400	925
Brownfields Assessment and Cleanup Cooperative Agreements	HD	66.818		15,877	81,946
Environmental Education Grants	PARKS	66.951		6,412	2,332
Snapshot of EPA Tribal Program: Significant Historical Events	UND	N/A	N/A	27,297	
Pass Through Non-State Entity:					
Nonpoint Source Implementation Grants - Dakota West Resource Conservation and Development	NDSU	66.460	4142005	22,305	
Nonpoint Source Implementation Grants - Dakota West Resource Conservation and Development	NDSU	66.460	12052005	67,131	
Nonpoint Source Implementation Grants - Red River Regional Planning Council	NDSU	66.460	04-329-01		6
Nonpoint Source Implementation Grants - Red River Regional Planning Council	NDSU	66.460	05-102-01		53,286
Nonpoint Source Implementation Grants - Red River Regional Planning Council	NDSU	66.460	06-258-01	76,072	
Nonpoint Source Implementation Grants - Dakota West Resource Conservation and Development	NDSU	66.460	N/A	38,513	41,366
<i>Total - Environmental Protection Agency</i>				<u>\$ 13,160,364</u>	<u>\$ 11,315,922</u>
EQUAL EMPLOYMENT OPPORTUNITY COMMISSION					
Direct Programs:					
Employment Discrimination - State and Local Fair Employment Practices Agency Contracts	LAB	30.002		\$ 21,940	\$ 63,300

**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
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FEDERAL AGENCY FEDERAL PROGRAM OR GRANT CLUSTER	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Total - Equal Employment Opportunity Commission				\$ 21,940	\$ 63,300
GENERAL SERVICES ADMINISTRATION					
Direct Programs:					
Center for Rural Service Delivery	UND	N/A	GS00T06ACP2043	\$ 3,759	
Election Reform - Help America Vote Act of 2002	SEC	N/A	450309764	3,845,598	\$ 2,134,665
Government Rural Outreach Initiative	UND	N/A	N/A	356,258	13,795
GRO Initiative Phase II	UND	N/A	N/A	549,196	810,987
Health Information Technical Grant	UND	N/A	N/A	165	285,294
Health Information Technical Grant Phase 2	UND	N/A	N/A	17,693	65,697
Oral History Grant	HIS	N/A	N/A	23,785	35,731
Nonmonetary Assistance:					
Donation of Federal Surplus Personal Property	OMB	39.003		464,197	915,963
Total - General Services Administration				\$ 5,260,651	\$ 4,262,132
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION					
Direct Programs:					
Graduate Student Research Program	UND	N/A	NNG04GL43H		\$ 24,000
National Aeronautics and Space Administration Space Grant/ Land Grant	NDSU	N/A	NAG13-2007	\$ 48,304	192,340
North Dakota Space Grant Consortium	UND	N/A	NNG5GJ56H	433,522	
Remote Sensing of Snow	UND	N/A	NNG04GQ08H	24,800	17,529
Space Grant	UND	N/A	NGT5-40117	43,461	320,291
Pass Through Non-State Entity:					
Aerospace Education Services Program - Turtle Mountain Community College	NDSU	43.001	NAG 9-1413	13,126	48,271
Crop and Range Alert System - Raytheon	UND	N/A	#3008859		258,137
Total - National Aeronautics and Space Administration				\$ 563,213	\$ 860,568
NATIONAL ARCHIVES AND RECORDS ADMINISTRATION					
Direct Programs:					
National Historical Publications and Records Grants	HIS	89.003		\$ 3,326	\$ 1,217
Total - National Archives and Records Administration				\$ 3,326	\$ 1,217
NATIONAL FOUNDATION OF THE ARTS AND HUMANITIES					
Direct Programs:					
Promotion of the Arts - Grants to Organizations and Individuals	ART	45.024		\$ 8,000	\$ 5,000
Promotion of the Arts - Partnership Agreements	ART	45.025		520,476	546,964
Promotion of the Arts - Leadership Initiatives	ART	45.026		30,000	30,000
Promotion of the Humanities - Research	NDSU	45.161			51,236
Promotion of the Humanities - Research	UND	45.161		42,915	
Promotion of the Humanities - Teaching and Learning Resources and Curriculum Development	LRSC	45.162			6,367
Promotion of the Humanities - Professional Development	MISU	45.163		103,099	50,603
Promotion of the Humanities Research - Professional Development	NDSU	45.163		48,594	
Conservation Assessment Program	MISU	45.304		332	44
Grants To States	LIB	45.310		732,698	722,983
Pass Through Non-State Entity:					
Promotion of the Humanities - Federal/State Partnership - North Dakota Humanities Council, Inc.	HIS	45.129	N/A		8,404
Promotion of the Humanities - Federal/State Partnership - North Dakota Humanities Council, Inc.	NDSU	45.129	5008	3,000	
Promotion of the Humanities - Federal/State Partnership - North Dakota Humanities Council Incorporated	NDSU	45.129	02047		6,342

**STATE OF NORTH DAKOTA
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FEDERAL AGENCY FEDERAL PROGRAM OR GRANT CLUSTER	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Promotion of the Humanities - Federal/State Partnership - North Dakota Humanities Council, Inc.	UND	45.129	2051		2,320
Grants To States - North Dakota Lewis and Clark Bicentennial Foundation	HIS	45.310	N/A		336
<i>Total - National Foundation of the Arts and Humanities</i>				<u>\$ 1,489,114</u>	<u>\$ 1,430,599</u>
NATIONAL SCIENCE FOUNDATION					
Direct Programs:					
Engineering Grants	NDSU	47.041		\$ 52,490	
Mathematical and Physical Sciences	UND	47.049			\$ 11,706
Computer and Information Science and Engineering	NDSU	47.070		159,376	
Computer and Information Science and Engineering	VCSU	47.070		117,649	24,062
Social, Behavioral, and Economic Sciences	UND	47.075			9,414
Education and Human Resources	BSC	47.076		399,083	689,539
Education and Human Resources	NDSU	47.076		522,028	
Education and Human Resources	UND	47.076			108,251
Pass Through Non-State Entity:					
Education and Human Resources - College of the Mainland	BSC	47.076	DUE-0202400	1,592	25,910
Education and Human Resources - Center for the Advancement of Process Technology	BSC	47.076	DUE-0532652	3,521	
Education and Human Resources - The Aim Institute	SCS	47.076	DUE0101715	27,642	7,015
Education and Human Resources - Tri-College University	NDSU	47.076	10012004	53,332	
Education and Human Resources - Tri-College University	NDSU	47.076	N/A	56,841	12,100
ND Remote Sensing and GIS - National States Geographic Information Council	UND	N/A	N/A		4,129
<i>Total - National Science Foundation</i>				<u>\$ 1,393,554</u>	<u>\$ 892,126</u>
SMALL BUSINESS ADMINISTRATION					
Direct Programs:					
Small Business Administration	UND	59.000		\$ 39,444	\$ 48,149
Small Business Development Center	UND	59.037		499,267	544,579
<i>Total - Small Business Administration</i>				<u>\$ 538,711</u>	<u>\$ 592,728</u>
SOCIAL SECURITY ADMINISTRATION					
<i>Disability Insurance/SSI Cluster:</i>					
Direct Programs:					
Social Security - Disability Insurance	DHS	96.001		\$ 2,335,423	\$ 2,111,323
<i>Total - Disability Insurance/SSI Cluster</i>				<u>\$ 2,335,423</u>	<u>\$ 2,111,323</u>
Direct Programs:					
Social Security State Grants for Work Incentives Assistance to Disabled Beneficiaries	PA	96.009		\$ 100,098	\$ 95,111
<i>Total - Social Security Administration</i>				<u>\$ 2,435,521</u>	<u>\$ 2,206,434</u>

Schedule of Expenditures of Federal Awards continued on the following pages

**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
Research and Development Cluster**

FEDERAL AGENCY FEDERAL PROGRAM	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
DEPARTMENT OF AGRICULTURE					
Direct Programs:					
Agricultural Research - Basic and Applied Research	NDSU	10.001		\$ 3,018,576	\$ 2,906,525
Agricultural Research - Basic and Applied Research	UND	10.001		2,281,498	2,526,640
Wildlife Services	NDSU	10.028		1,309,669	1,656,948
Transportation Services	NDSU	10.167		139,265	134,227
Grants for Agricultural Research, Special Research Grants	NDSU	10.200		2,544,298	2,253,980
Grants for Agricultural Research, Special Research Grants	UND	10.200		645,176	666,419
Cooperative Forestry Research	NDSU	10.202		123,772	76,737
Payments to Agricultural Experiment Stations Under the Hatch Act	NDSU	10.203		2,388,180	2,178,490
Grants for Agricultural Research - Competitive Research Grants	NDSU	10.206		627,910	589,498
Animal Health and Disease Research	NDSU	10.207		33,190	12,446
Initiative for Future Agriculture and Food Systems	NDSU	10.302			159,302
National Rural Development Partnership	UND	10.353		2,169	10,287
Cooperative Extension Service	NDSU	10.500		3,309	566
Forestry Research	UND	10.652		146,342	
Cooperative Forestry Assistance	NDSU	10.664		5,669	
Resource Conservation and Development	UND	10.901		871,686	1,571,277
Soil Survey	NDSU	10.903		21,398	12,747
Agricultural Statistics Reports	NDSU	10.950		5,395	20,605
Collection, Analysis and Publication	NDSU	N/A	43-3AEU-4-80004	50,569	12,270
2004 Evaluation Site 32MZ1353 McKenzie County	UND	N/A	04PA11011807026	14,564	25,386
Weekly Late Blight Readings	NDSU	N/A	43-3K84-1-1931	19	
Nutrient Management Zone Methods	NDSU	N/A	00-52103-9652	43,796	
Demand for Wheat Protein in International Markets	NDSU	N/A	43-3AEK-2-80117		6,479
Archeological Excavations At Site 32B1249, Billings County ND	UND	N/A	05-CS-11011800-027	14,723	
Chemical Contamination in Wood Buildings - Phase II	UND	N/A	04JV11111120070	3,498	57,157
Development of a National Atlas	UND	N/A	53-3187-5-6009		18,654
Evaluation of Wood Framed Building Deconstruction	UND	N/A	02JV11111135111		5,891
Exploration of Laminate Adhesives	UND	N/A	04JV11111120075	4,150	10,235
Improve Wood Utilization and Performance	UND	N/A	05-JV-11111120-102	51,560	
Little Missouri Golden Eagle Project	UND	N/A	01CS11011800059	20,183	31,838
Northern Leopard Frog Study	UND	N/A	00CS11011800067		4,014
Terrestrial Vertebrate Diversity	UND	N/A	00CS110118051	4,526	6,530
Pass Through Non-State Entity:					
Agriculture Research - Basic and Applied Research - University of Illinois at Chicago	NDSU	10.001	03-224	4,294	2,046
Agriculture Research - Basic and Applied Research - Colorado State University	NDSU	10.001	58-5442-3-273		2,845
Agriculture Research - Basic and Applied Research - Colorado State University	NDSU	10.001	G-2000-1	5,900	
Grants for Agricultural Research, Special Research Grants - South Dakota State University	NDSU	10.200	473962	95,307	14,925
Grants for Agricultural Research, Special Research Grants - South Dakota State University	NDSU	10.200	483824	24,967	23,788
Grants for Agricultural Research, Special Research Grants - South Dakota State University	NDSU	10.200	483825	25,548	38,680
Grants for Agricultural Research, Special Research Grants - South Dakota State University	NDSU	10.200	483826	34,773	34,310
Grants for Agricultural Research, Special Research Grants - South Dakota State University	NDSU	10.200	483850	4,420	27,241
Grants for Agricultural Research, Special Research Grants - South Dakota State University	NDSU	10.200	483851	3,483	25,911
Grants for Agricultural Research, Special Research Grants - University of Nebraska-Lincoln	NDSU	10.200	25-6205-0034010		33,245
Grants for Agricultural Research, Special Research Grants - University of Nebraska-Lincoln	NDSU	10.200	25-6205-0034020	2,998	15,429
Grants for Agricultural Research, Special Research Grants - University of Nebraska-Lincoln	NDSU	10.200	25-6205-0040031	37,991	3,401
Grants for Agricultural Research, Special Research Grants - University of Nebraska-Lincoln	NDSU	10.200	25-623050079003		3,941
Grants for Agricultural Research, Special Research Grants - University of Nebraska-Lincoln	NDSU	10.200	25-6324-0025311		27,828
Grants for Agricultural Research, Special Research Grants - Iowa State University	NDSU	10.200	416-43-83	19,246	
Grants for Agricultural Research, Special Research Grants - University of Wisconsin	UND	10.200	443G435	50,216	101,801

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				2006	2005
Grants for Agricultural Research, Special Research Grants - South Dakota State University	NDSU	10.200	483811A	15,311	
Grants for Agricultural Research, Special Research Grants - South Dakota State University	NDSU	10.200	483870A	51,937	75,479
Grants for Agricultural Research, Special Research Grants - Michigan State University	NDSU	10.200	61-4064A		91,398
Grants for Agricultural Research, Special Research Grants - Michigan State University	NDSU	10.200	61-4256L		9,954
Grants for Agricultural Research, Special Research Grants - University of Wisconsin	UND	10.200	832G720	107,144	
Grants for Agricultural Research, Special Research Grants - University of Idaho	NDSU	10.200	BAK462-NDSU(P0014150	162,016	
Grants for Agricultural Research, Special Research Grants - University of Idaho	NDSU	10.200	BAK629-01		201
Grants for Agricultural Research, Special Research Grants - University of Idaho	NDSU	10.200	BAK630-01	9,988	44,418
Grants for Agricultural Research, Special Research Grants - University of Idaho	NDSU	10.200	BAK631ND	99,946	88,940
Grants for Agricultural Research, Special Research Grants - University of Idaho	NDSU	10.200	BAK792-01		74
Grants for Agricultural Research, Special Research Grants - Oregon State University	NDSU	10.200	C0299A-Q	22,711	
Grants for Agricultural Research, Special Research Grants - Montana State University	NDSU	10.200	G107-06-W0731	5,753	
Grants for Agricultural Research, Special Research Grants - Montana State University	NDSU	10.200	GC038-03-Z3004		4,635
Grants for Agricultural Research, Special Research Grants - Michigan State University	NDSU	10.200	P02302	10,712	
Grants for Agricultural Research, Special Research Grants - University of Wisconsin	NDSU	10.200	P645853	110,055	148,860
Grants for Agricultural Research, Special Research Grants - Michigan State University	NDSU	10.200	PO10750	772	636
Grants for Agricultural Research, Special Research Grants - Michigan State University	NDSU	10.200	PO183206, P0197362	13,717	3,783
Grants for Agricultural Research, Special Research Grants - University of California - Davis	NDSU	10.200	SA6621		34,694
Grants for Agricultural Research, Special Research Grants - University of California - Davis	UND	10.200	SA6977	19,889	9,392
Grants for Agricultural Research, Special Research Grants - South Dakota State University	NDSU	10.200	SDSU 483871	2,357	
Grants for Agricultural Research, Special Research Grants - South Dakota State University	NDSU	10.200	SDSU473942		17,822
Grants for Agricultural Research - Competitive Research Grants- University of California - Davis	NDSU	10.206	K016618-03	3,703	
Small Business Innovation Research - Meridian Environmental Technology, Inc.	NDSU	10.212	2002-3361012427		28,902
1994 Institutions Research Program - Fort Berthold Community College	NDSU	10.227	JB-004	31,391	1,950
1994 Institutions Research Program - Fort Berthold Community College	NDSU	10.227	JB-2003	17,378	26,791
Initiative for Future Agriculture and Food Systems - University of California-Davis	NDSU	10.302	00RA4654-ND		77,835
Initiative for Future Agriculture and Food Systems - Montana State University	NDSU	10.302	G089-05-W0198		20,000
Initiative for Future Agriculture and Food Systems - Montana State University	NDSU	10.302	GC024-02-Z2415		8,616
Initiative for Future Agriculture and Food Systems - Iowa State University	NDSU	10.302	ISU#416-46-33		26,968
Initiative for Future Agriculture and Food Systems - South Dakota State University	NDSU	10.302	SDSU483907		64,988
Integrated Programs - Iowa State University	NDSU	10.303	416-23-02	12,254	
Integrated Programs - Michigan State University	NDSU	10.303	61-4164E	185	23,561
Integrated Programs - Colorado State University	NDSU	10.303	G-1401-1	433	90,846
Integrated Programs - Colorado State University	NDSU	10.303	G-1418-1	101,660	10,346
Cooperative State Research, Education and Extension Service - National Future Farmers of America Organization	NDSU	10.500	2002-45201-01530		1,552
Cooperative State Research, Education and Extension Service - North Carolina State University	NDSU	10.500	2005-48642-03345	191	
Cooperative State Research, Education and Extension Service - University of Nebraska-Lincoln	NDSU	10.500	25-6324-0025311	9,413	
Cooperative State Research, Education and Extension Service - Auburn University	NDSU	10.500	N/A	26,634	111,895
Solid Waste Management Grants - University of Georgia	NDSU	10.762	RD321-163/9823867	10,000	
Rural Economic Development Loans and Grants-Agricultural Innovation Center	NDSU	10.854	N/A	112,284	675,976
Watershed Protection and Flood Prevention - Devils Lake Basin Joint Water Resource Board	NDSU	10.904	N/A	143,452	30,898
Environmental Quality Incentives Program - The Rodale Institute	NDSU	10.912	RI-100-219-ND	176	
Land Grant Network to ENH - Iowa State University	NDSU	N/A	ISU#416-46-33	17,280	

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				2006	2005
Control of Cercospora Lea - Kansas State University	NDSU	N/A	GC038-04-23343	2,500	
IR-4 Zollinger - Michigan State University	NDSU	N/A	P02302		15,265
IR-4 Zollinger - Michigan State University	NDSU	N/A	PO117530	212	2,383
Chickpea: Economic Diversification - Montana State University	NDSU	N/A	GC024-02-Z2415	8,841	
Consortium to Address Social Economics - South Dakota State University	NDSU	N/A	SDSU483907	22,624	
Bringing Genomics to the Wheat Field - University of California-Davis	NDSU	N/A	00RA4654-ND	7,733	
Geochronologic Support for the Evaluation of Long-Term Erosion Rates at Los Alamos National Laboratory Area G - University of California-LANL	NDSU	N/A	03201-001-04	3,091	11,883
Center for Nanomaterials/Nanodevices - University of California-Riverside	NDSU	N/A	S-00074	567,866	581,469
<i>Total - Department of Agriculture</i>				<u>\$ 16,415,842</u>	<u>\$ 17,652,949</u>
DEPARTMENT OF COMMERCE					
Direct Programs:					
Meteorologic and Hydrologic Modernization Development	NDSU	11.467		\$ 205,578	\$ 228,601
Pass Through Non-State Entity:					
Office of Oceanic and Atmospheric Research (OAR) Joint and Cooperative Institutes - University of Alaska-Fairbanks	UND	11.432	UAF 04-0068	330	14,656
<i>Total - Department of Agriculture</i>				<u>\$ 205,908</u>	<u>\$ 243,257</u>
DEPARTMENT OF DEFENSE					
Direct Programs:					
Basic and Applied Scientific Research	NDSU	12.300		\$ 4,507,659	\$ 2,685,413
Basic and Applied Scientific Research	UND	12.300		24,740	81,753
Military Medical Research and Development	NDSU	12.420		63,344	49,476
Military Medical Research and Development	UND	12.420		115,073	186,066
Basic Scientific Research	NDSU	12.431		13,052	61,087
Basic Scientific Research	UND	12.431		6,660	10,200
Basic, Applied, and Advanced Research in Science and Engineering	NDSU	12.630		1,389,740	974,934
Basic, Applied, and Advanced Research in Science and Engineering	UND	12.630			29,443
Air Force Defense Research Sciences Program	NDSU	12.800		891,860	1,283,858
Research and Technology Development	NDSU	12.910		62,258	
Center of Excellence for Microsensors and their Fabrication	NDSU	N/A	H94003-06-2-0601	3,213,704	
Chameleon Network Technology Base Program	NDSU	N/A	DMEA90-02-C0228		5,423
Conserving Integral Units of Chihuahuan Desert	NDSU	N/A	DACA87-00-H0014		16,808
Conserving Integral Units of Chihuahuan Desert	NDSU	N/A	AF018553P4G009	76,365	81,420
Conserving Integral Units of Chihuahuan Desert	NDSU	N/A	F2E3CE512J701	68,225	
Dopaminergic Transmission Systems	UND	N/A	DATM0502C1252	220,277	394,058
Estimation Strategies for High Accuracy Orbit Updates	UND	N/A	HQ0006-05-C-0012	36,554	8,798
Excellence in Microsensors Phase II	NDSU	N/A	H94003-04-20406	3,083,430	4,734,792
Excellence in Microsensors Phase II	NDSU	N/A	DMEA90-03-20303	32,906	4,276,079
Integrated Demonstration of JP-8-Hydrogen Production and Use in Military Fuel Cell Electric Hybrid Vehicles	UND	N/A	W9132T-05-2-0024	854,168	
BAM-PPV Coating Systems ENM and SVET Measurements	NDSU	N/A	N68936-05-P-0054	33,098	
PPV Coating Systems Measurements	NDSU	N/A	N68936-04-P0207		17,910
Small Trailer Corrosion Prevention	NDSU	N/A	W911NF-04-20029	365,558	84,621
Synthesis and Characterization Ferromagnet	NDSU	N/A	DMEA90-02-20218	185,793	343,020
Technology Base Center of Excellence - Chameleon	NDSU	N/A	H94003-05-2-0506	1,390,048	
Technology Base Center of Excellence - Chameleon II	NDSU	N/A	DMEA90-03-20302		952,519
Technology Base Center of Excellence - Chameleon III	NDSU	N/A	H94003-04-2-405	609,947	1,541,944
Pass Through Non-State Entity:					
Basic and Applied Scientific Research - Turtle Mountain Community College	NDSU	12.300	N/A		1,990
Basic and Applied Scientific Research - University of Minnesota	NDSU	12.300	R9106005101	186,883	
Basic, Applied and Advanced Research in Science and Engineering - University of Minnesota	NDSU	12.630	R5186626202	64,692	85,066
Application of Cumulative Damage Theories to HCF Multiaxial Loadings - Aerospace Testing Alliance	NDSU	N/A	ATA-05-31	18,603	31,078
- Aerospace Testing Alliance	NDSU	N/A	ATA-06-05	5,108	
UND Engineered Surfaces Center - Alion Science and Technologies Incorporated Incorporated	UND	N/A	SUB1174884RB	452,888	

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				2006	2005
Alternative Aerial Target Launching Systems - Analytical Services Incorporated	NDSU	N/A	04-07-0048	2,338	24,622
Target Launcher Design/Coating - Applied Resources Incorporated	NDSU	N/A	AR-0201-01		8,779
Target Launching System Study - Applied Resources Incorporated	UND	N/A	AR-0201-02	356	1,907
Gasification Assistance - Biomass Energy Solutions Incorporated	UND	N/A	N/A	1,631	
Fatigue Testing-New Composite - Composite Technology Development Inc	NDSU	N/A	4207		5,881
MSS Program FSA Sensor Development - Crane Aerospace and Electronics	NDSU	N/A	D128167	14,935	
NDSU Demonstration Product Development - Crane Aerospace and Electronics	NDSU	N/A	D129514	565,936	
Microsensor Systems (MSS) Program - Crane Aerospace and Electronics	NDSU	N/A	D130628	105,398	
Single-Coat, Zero VOC, Non-skid - Luna Innovations Inc	NDSU	N/A	861-NVY-2S	36,962	
Chromium-Free Zero Voc Primer - Luna Innovations Inc	NDSU	N/A	NVY-1S-2025/617		13,536
Single-Coat, Zero VOC, Non-skid - Luna Innovations Inc	NDSU	N/A	NVY-IS-2026/620		10,578
PHASE II Sensor Development for Chameleon Network Program - Paratek Microwave Inc	NDSU	N/A	PO003647		75
Noise Reduction in MAD Using Magnetism and GPSS: Magnetism - Physical Research	NDSU	N/A	ONR010105	8,698	
Ultrahydrophobic Coatings - Sea Shell Technologies, LLC	NDSU	N/A	FA-9550-05-C-0079	29,957	
Microsensor Design and Development - Signal Technology Corporation	NDSU	N/A	D119385		16,487
Investigation of Thermoplastic - Sioux Manufacturing Corporation	NDSU	N/A	PO 4387	2,371	
Durable Coatings for Aircraft - University of Dayton Research Institute	NDSU	N/A	RSC02050	1,139,835	708,558
AHPCRC Meteorological Research 3 - University of Minnesota	UND	N/A	Q5156057153		212,094
AHPCRC Meteorological Research 5 - University of Minnesota	UND	N/A	Q5156057205	231,409	196,828
AHPCRC Meteorological Research 6 - University of Minnesota	UND	N/A	Q515605756	180,137	
<i>Total - Department of Defense</i>				<u>\$ 20,292,596</u>	<u>\$ 19,137,101</u>
DEPARTMENT OF EDUCATION					
Direct Programs:					
Fund for the Improvement of Postsecondary Education	NDSU	84.116		\$ 209,346	\$ 139,462
Pass Through Non-State Entity:					
Fund for the Improvement of Education - Fargo Public Schools	NDSU	84.215	10012005	10,915	
Parental Assistance Centers - Pathfinders Services of North Dakota	NDSU	84.310	S310A970062		46
<i>Total - Department of Education</i>				<u>\$ 220,261</u>	<u>\$ 139,508</u>
DEPARTMENT OF ENERGY					
Direct Programs:					
Office of Science Financial Assistance Program	NDSU	81.049		\$ 71,389	\$ 121,728
Office of Science Financial Assistance Program	UND	81.049		533,642	380,865
University Coal Research	UND	81.057		110,387	72,572
Regional Biomass Energy Programs	UND	81.079			300
Renewable Energy Research and Development	UND	81.087		702,724	362,405
Fossil Energy Research and Development	UND	81.089		9,282,173	8,405,492
Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance	UND	81.117		164,010	272,850
Analysis of In Situ Observations of Cloud Microphysics from M-PAGE	UND	N/A	DE-FG02-06ER64168	27,560	
Review of State Regulations, Standards, and Practices Related to use of Coal Combustion Products Use	UND	N/A	DE-AP26-05NT51864	471	
Pass Through Non-State Entity:					
State Energy Program - Minnesota Department of Commerce	UND	81.041	A72795		2,500
Office of Science Financial Assistance Program - EERGC Corporation	UND	81.049	N/A	49,931	
University Coal Research - Blasch Precision Ceramics	UND	81.057	05-10-036	18,639	1,291
Renewable Energy Research and Development - Basin Electric Power Cooperative	UND	81.087	500842	59,643	
Renewable Energy Research and Development - Consortium for Plant Biotech	NDSU	81.087	GO12026214	1,761	
Fossil Energy Research and Development - Alstom Inc.	UND	81.089	PO #86114 KP	328,057	127,294
Fossil Energy Research and Development - Amended Silicates LLC	UND	81.089	DEFC2604NT41988	158,753	8,886
Fossil Energy Research and Development - Clemson University	UND	81.089	CURFSUB#05-01-SR119	93,184	
Fossil Energy Research and Development - Electric Power Research Institute	UND	81.089	DEFC2603NT41724	4,883	30,332
Fossil Energy Research and Development - Great Plains Institute for Sustainable Energy	UND	81.089	N/A	94,760	43,633
Fossil Energy Research and Development - New Mexico Institute of Mining and Technology	UND	81.089	N/A	1,427	

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				2006	2005
Fossil Energy Research and Development - Ottertail Power Company	UND	81.089	N/A	1	361
Fossil Energy Research and Development-West Virginia Research Corporation	UND	81.089	PO # 50001223	18,698	74,272
Wind to Hydrogen Pilot - Basin Electric Power Cooperative	UND	N/A	500842		65,096
Proteomic Characterization of Nipple Aspirate Fluid - Battelle Pacific Northwest Laboratory	UND	N/A	23722	67,939	
North Slope MPACE - Battelle Pacific Northwest Laboratory	UND	N/A	#11612	671	270,057
Reservoir Geomechanics Model - Bethlehem Mines Corporation	UND	N/A	22018	60,837	79,856
BPC-PREC Ceramics Refr-PHII - Blasch Precision Ceramics	UND	N/A	2004-0228	50,700	78,541
CM-DYNAM Plume Dilution Chamber - Carnegie Mellon University	UND	N/A	1070008-155172	11,571	22,079
FLEX-MICROTURB Modular Biomass Power Systems - Flex Energy, INC.	UND	N/A	DEAC3699GO10337		3,948
Wind Assessment and Feasibility Study - Mandaree Public Schools	UND	N/A	N/A	13,947	
UTB-Material Test Fossil Energy - Martin Marietta Energy Systems	UND	N/A	19X-SS112V-M15		87
Additional Testing of MSP's Particulate Separation System for Hg SCEMs - MSP Corporation	UND	N/A	S-0003		3,976
PWR-T2A-Interface Design Support - The Boeing Company	UND	N/A	N/A	194,219	
Slurry Preparation - Tiax LLC	UND	N/A	PO #800003		1
UTB-MAT Test Fossil Energy Systems - UT-Battelle LLC	UND	N/A	4000028064	43,988	
<i>Total - Department of Energy</i>				\$ 12,165,965	\$ 10,428,422
DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Direct Programs:					
Environmental Health	UND	93.113		\$ 285,408	\$ 419,988
Rural Health Research Centers	UND	93.155		79,123	60,627
Research Related to Deafness and Communication Disorders	UND	93.173		51,830	56,741
Allied Health Special Projects	UND	93.191		74,297	
Research on Healthcare Costs, Quality and Outcomes	UND	93.226		5,338	
National Center on Sleep Disorders Research	UND	93.233		131,103	64,282
Mental Health Research Grants	NDSU	93.242		217,392	184,114
Mental Health Research Grants	UND	93.242		27,230	15,212
Occupational Safety and Health Program	NDSU	93.262		4,619	
Alcohol Research Programs	NDSU	93.273		240,555	3,152
Alcohol Research Programs	UND	93.273		413,201	285,967
Drug Abuse National Research Service Awards for Research Training	UND	93.278			33,897
Drug Abuse and Addiction Research Programs	UND	93.279		529,019	583,125
Centers for Disease Control and Prevention - Investigations and Technical Assistance	UND	93.283		240,310	
National Center for Research Resources	NDSU	93.389		2,971,404	3,116,458
National Center for Research Resources	UND	93.389		6,002,437	4,802,098
Academic Research Enhancement Award	NDSU	93.390		11,947	66,771
Academic Research Enhancement Award	UND	93.390		173,476	120,442
Cancer Cause and Prevention Research	NDSU	93.393		123,597	138,317
Cancer Detection and Diagnosis Research	UND	93.394		443,337	335,569
Cancer Treatment Research	NDSU	93.395		193,217	199,007
Cancer Biology Research	NDSU	93.396		65,345	
Cancer Research Manpower	NDSU	93.398		100,134	100,448
Heart and Vascular Diseases Research	NDSU	93.837		196,091	213,964
Diabetes, Endocrinology and Metabolism Research	NDSU	93.847			15,086
Digestive Diseases and Nutrition Research	UND	93.848		61	242,659
Kidney Diseases, Urology and Hematology Research	NDSU	93.849		82,944	91,398
Kidney Diseases, Urology and Hematology Research	UND	93.849		33,345	134,889
Extramural Research Programs in the Neurosciences and Neurological Disorders	UND	93.853		210,477	141,440
Biological Basis Research in the Neurosciences	UND	93.854			147,898
Allergy, Immunology and Transplantation Research	NDSU	93.855		6,680	
Microbiology and Infectious Diseases Research	NDSU	93.856		34,371	49,089
Microbiology and Infectious Diseases Research	UND	93.856		274,563	663,877
Biomedical Research and Research Training	NDSU	93.859		405,977	328,459
Biomedical Research and Research Training	UND	93.859		399,471	270,916
Child Health and Human Development Extramural Research	NDSU	93.865		283,008	92,622
Child Health and Human Development Extramural Research	UND	93.865		143,626	35,723
Aging Research	NDSU	93.866			35,824
Aging Research	UND	93.866		295,106	217,647
Vision Research	NDSU	93.867		227,449	151,585
Vision Research	UND	93.867			141,002
Specially Selected Health Projects	UND	93.888		3,977	102,229

See accompanying notes to schedule

**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
Research and Development Cluster**

FEDERAL AGENCY FEDERAL PROGRAM	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Visiting Consultant Under Intergovernment Personnel Act	NDSU	N/A	HHS-NIH		10,158
Pass Through Non-State Entity:					
Health Disparities in Minority Health - University of South Dakota	UND	93.100	USD-06-23	15,552	
Food and Drug Administration-Research - Dakota Technologies	NDSU	93.103	SC-R43FD-001613-01		3,782
Research on Healthcare Costs, Quality and Outcomes - University of Nebraska	UND	93.226	N/A	23,805	
Mental Health Research Grants - University of Denver	UND	93.242	RR01MH065431-01		20,331
Healthy Communities Access Program - Dakota Medical Foundation	NDSU	93.252	N/A	2,562	19,004
Alcohol Research Programs - Illinois Institute of Technology	MISU	93.273		19,501	
Alcohol Research Programs - University of Illinois - Chicago	UND	93.273	2-5-20768	22,857	17,917
Centers for Disease Control and Prevention - Investigations and Technical Assistance - Montana Department of Public Health and Human Services	UND	93.283	N/A	64,302	
Minority Biomedical Research Support - Turtle Mountain Community College	NDSU	93.375	1 R25 GM6606401	14,009	46,626
Heart and Vascular Diseases Research - University of Louisville	UND	93.837	#03-0415	3,969	3,700
Extramural Research Programs in the Neurosciences and Neurological Disorders - Medical College of Wisconsin	UND	93.853	Agreement	21,121	
Extramural Research Programs in the Neurosciences and Neurological Disorders - Medical College of Wisconsin	UND	93.853	N/A	27,273	
Microbiology and Infectious Diseases Research - Colorado State University	UND	93.856	G-4733-1	29,056	
Microbiology and Infectious Diseases Research - Diversa Corporation	UND	93.856	1U01AI054815-01	314,756	252,312
Aging Research - University of Pennsylvania	UND	93.866	SUB#537135	79,128	145,036
Specially Selected Health Projects - State of Montana	UND	93.988	PO 04602388		73
MPQHF-DQMCS Support - Mountain Pacific Quality Health Foundation	UND	N/A	N/A	172	88
<i>Total - Department of Health and Human Services</i>				<u>\$ 15,619,528</u>	<u>\$ 14,181,549</u>
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT					
Pass Through Non-State Entity:					
FHRA-Fargo Res Energy Audit - Fargo Housing and Redevelopment Authority	UND	N/A	N/A	\$ 9,869	
Flexcrete Feasibility - Turtle Mountain Band of Chippewa	UND	N/A	2004-0083		\$ 1
Wind Monitoring - Turtle Mountain Community College	UND	N/A	2004-0125	2,660	876
<i>Total - Department of Housing and Urban Development</i>				<u>\$ 12,529</u>	<u>\$ 877</u>
DEPARTMENT OF THE INTERIOR					
Direct Programs:					
Cultural Resource Management	UND	15.224		\$ 604	
Wildlife Conservation and Appreciation	UND	15.617			\$ 9,636
North American Wetlands Conservation Fund	UND	15.623		5,805	10,430
State Wildlife Grants	NDSU	15.634		3,043	6,712
Challenge Cost Share	UND	15.642		567	
Assistance to State Water Resources Research Institutes	NDSU	15.805		119,489	90,499
U.S. Geological Survey - Research and Data Collection	NDSU	15.808		7,499	
U.S. Geological Survey - Research and Data Collection	UND	15.808		29,994	6,687
Cooperative Research Units Program	MISU	15.812		4,869	10,033
National Center for Preservation Technology and Training	NDSU	15.923		868	11,507
Assess Impacts of International Lake Levels	NDSU	N/A	CA6000A0100	38,651	27,098
Belle Fourche Survey	UND	N/A	99FC601332		1,299
Ecology of Moose in the Northern Great Plains	UND	N/A	04FC601912	14,682	12,262
Management and Expansion of a Comprehensive Prairie	NDSU	N/A	J1548050039	12,539	
National Historic Preservation Act of 1966	UND	N/A	00FC601382	47,740	134,922
Wild Pigs Impact - Pinnacles National Monument	UND	N/A	CA6000A0100		22,571
Great Plains Cooperative Ecosystems Studies	UND	N/A	CA6000A0100		4,433
Pass Through Non-State Entity:					
State Wildlife Grants - Minnesota Department of Natural Resources	NDSU	15.634	A61499	7,149	28,844
Historic Preservation Fund Grants-In-Aid - Fort Abraham Lincoln Foundation	UND	15.904	N/A	13,643	21,745
<i>Total - Department of the Interior</i>				<u>\$ 307,142</u>	<u>\$ 398,678</u>
DEPARTMENT OF JUSTICE					
Direct Programs:					
National Institute of Justice Research, Evaluation, and Development Project Grants	NDSU	16.560		\$ 117,680	\$ 14,106

**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
Research and Development Cluster**

FEDERAL AGENCY FEDERAL PROGRAM	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Total - Department of Justice				\$ 117,680	\$ 14,106
DEPARTMENT OF TRANSPORTATION					
Direct Programs:					
Border Enforcement Grants	NDSU	20.233		\$ 59,982	
Public Transportation Research	NDSU	20.514		621,406	\$ 115,187
University Transportation Centers Program	NDSU	20.701			1,262,290
Aircraft Lightning Simulator - Navy	NDSU	N/A	N00421-99-M5175		1,064
Development of Roadside Software	NDSU	N/A	DTMC75-03C00013	1,338,958	1,282,441
Leveraging Technology Investments	NDSU	N/A	DTRS99-G-0008	903,469	
Northern Plains - Pacific Freight Mobility Center	NDSU	N/A	NDSU-005	202,812	
Small Urban and Rural Transportation Center	NDSU	N/A	ND-03-0034	114,109	
Pass Through Non-State Entity:					
Aviation Education - University of Idaho	NDSU	20.100	BAK462-NDSUP0014150	24,980	
Aviation Research Grants - University of Alaska-Fairbanks	UND	20.108	S04-49347	11,163	17,558
University Transportation Centers Program - Bismarck-Mandan Metropolitan Planning Organization	NDSU	20.701	N/A	9,510	16,069
University Transportation Centers Program - Fargo-Moorhead Metropolitan Council of Governments	NDSU	20.701	N/A	14,695	25,365
University Transportation Centers Program - Grand Forks/East Grand Forks Metropolitan Planning Organization	NDSU	20.701	N/A	23,103	8,119
Analyze Use of Traffic Conviction Data to Better Identify High Risk Motor Carriers - Computer Sciences Corporation	NDSU	N/A	S8000045	88,067	155,477
Develop a Drive Safety History - Computer Sciences Corporation	NDSU	N/A	S8000024	56,962	86,491
Joint Training Standards Development for General Aviation Aircraft - Embry-Riddle University	UND	N/A	PO 101467	7,652	
Helicopter Advanced Navigation Research Flight Training - Embry-Riddle University	UND	N/A	61050-UND	101,271	
Literature Review on UAV Detect Sense and Avoid - Embry-Riddle University	UND	N/A	61049-UND	6,821	
Remote Airport Landing Systems - Embry-Riddle University	UND	N/A	61046-UND	26,514	
Regulation Study on Commercial UAS Vehicle Design - Embry-Riddle University	UND	N/A	N/A	23,315	
Analysis and Evaluation of Green LED Lights - Embry-Riddle University	UND	N/A	ERAU PO#22723	5,678	18,629
Ethanol as a Fuel for General Aviation - Embry-Riddle University	UND	N/A	01-C-GA-ERAU	127,940	398,908
Compass - Science Application International Corporation	NDSU	N/A	4600006471	2,581	
Total - Department of Transportation				\$ 3,770,988	\$ 3,387,598
ENVIRONMENTAL PROTECTION AGENCY					
Direct Programs:					
Water Quality Cooperative Agreements	UND	66.463		\$ 31,761	\$ 37,088
Environmental Protection - Consolidated Research	UND	66.500			280,745
Office of Research and Development Consolidated Research/Training	UND	66.511		834,860	971,231
Surveys, Studies, Investigations and Special Purpose Grants	UND	66.606			2,309
Pesticide Environmental Stewardship Regional Grants	NDSU	66.714			12,280
Solid Waste Management Assistance Grants	UND	66.808		14,067	18,733
Environmental Education Grants	NDSU	66.951		8,074	
Pass Through Non-State Entity:					
Nonpoint Source Implementation Grants - Red River Basin Commission	NDSU	66.460	N/A	1,370	13,042
Nonpoint Source Implementation Grants - Red River Regional Planning Council	NDSU	66.460	06-258-03	18,126	
Nonpoint Source Implementation Grants - Red River Regional Planning Council	NDSU	66.460	05-329-03	666	17,462
Nonpoint Source Implementation Grants - Red River Regional Council	UND	66.460	N/A	10,320	
Nonpoint Source Implementation Grants - Red River Regional Council	UND	66.460	06-258-05	12,599	
Nonpoint Source Implementation Grants - Red River Regional Council	UND	66.460	05-102-04	2,034	14,450
Nonpoint Source Implementation Grants - Red River Regional Council	UND	66.460	05-102-02		12,086
Nonpoint Source Implementation Grants - Red River Regional Council	UND	66.460	04-329-02		2,226
Consolidated Pesticide Enforcement Cooperative Agreements - Spirit Lake Tribe	NDSU	66.700	N/A	12,407	13,520
Total - Environmental Protection Agency				\$ 946,284	\$ 1,395,172
GENERAL SERVICES ADMINISTRATION					

**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
Research and Development Cluster**

FEDERAL AGENCY FEDERAL PROGRAM	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Direct Programs:					
Agricultural Trade and Policy Studies for Northern Plains	NDSU	N/A	N/A	\$ 381,164	\$ 450,643
Center for High Performance Computing	NDSU	N/A	N/A	146,293	335,074
Virtual Archival Storage Terminal	NDSU	N/A	PX0000232		24,488
<i>Total - General Services Administration</i>				<u>\$ 527,457</u>	<u>\$ 810,205</u>
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION					
Direct Programs:					
Hybrid Composites Reactive Non-Matrix	NDSU	N/A	NNM04AA62G	\$ 116,796	\$ 67,387
Cloud Electric Field and Microphysics Studies	UND	N/A	NAG10-283		2,232
Northern Great Plains Center of People and the Environment	UND	N/A	NAG13-03024	26,224	919,882
Characterization of Asteroids	UND	N/A	NAG5-13792		28,133
NASA EPSCOR	UND	N/A	NCC5-582	119,489	114,704
Character of Near-Earth Objects	UND	N/A	NNG04GI17G	51,174	31,123
Characterization of Asteroid Surface Material	UND	N/A	NNG04GJ86G	31,280	24,612
Polar Radar Measurements	UND	N/A	NNG04GK07G		56,484
Near-Infrared Spectral Observations	UND	N/A	NNG05GH01G	45,690	3,956
DC-8 Suborbital Education and Research Center	UND	N/A	NNG05WC01A	3,106,324	41,592
Comparison of Cloud Fraction, Height/Temperature, and Microphysical Properties Between GISS SCM, NASA MODIS and DOE ARM SGP Data	UND	N/A	NNG06GB59G	5,023	
GOES-8 Cloud Properties	UND	N/A	NNL04AA11G	80,298	92,881
Validation of Cloud Properties	UND	N/A	NNL04AA52G	16,915	23,853
Northern Great Plains Center for People and the Environment	UND	N/A	NNS04AB42G	1,254,519	891,853
Northern Great Plains Center for People and the Environment	UND	N/A	NNS06AA83G	745,309	
Reliability Assessment of the Fail-Safe Leak Detection	NDSU	N/A	PO4200126973	16,728	
Pass Through Non-State Entity:					
Coastal Precipitation Studies - Howard University	UND	N/A	633661-005210	33,268	28,861
Participation in New York Center for Studies - Rensselaer Polytechnic Institute	UND	N/A	A11567	63,344	12,345
Southern Alaska Inerdistrict Study - University of Alaska-Fairbanks	UND	N/A	UAF050014	3,803	
<i>Total - National Aeronautics and Space Administration</i>				<u>\$ 5,716,184</u>	<u>\$ 2,339,898</u>
NATIONAL SCIENCE FOUNDATION					
Direct Programs:					
Engineering Grants	NDSU	47.041		\$ 398,708	\$ 362,728
Engineering Grants	UND	47.041		108,637	305,013
Mathematical and Physical Sciences	NDSU	47.049		579,013	595,746
Mathematical and Physical Sciences	UND	47.049		449,864	195,631
Geosciences	UND	47.050		199,801	145,099
Computer and Information Science and Engineering	NDSU	47.070		176,401	357,072
Biological Sciences	NDSU	47.074		1,363,209	1,342,437
Biological Sciences	UND	47.074		513,132	525,257
Social, Behavioral, and Economic Sciences	NDSU	47.075		23,552	10,497
Education and Human Resources	NDSU	47.076		2,342,547	2,863,418
Education and Human Resources	UND	47.076		14,705	
Polar Programs	NDSU	47.078		47,902	14,782
Pass Through Non-State Entity:					
Engineering Grants - Nanotek Instruments Incorporated	NDSU	47.041	419578	4,522	28,870
Engineering Grants - University of Utah	NDSU	47.041	2501146	32,712	
Engineering Grants - Microbeam Technologies, Incorporated	UND	47.041	N/A	63,138	111,156
Engineering Grants - ITN Energy Systems Inc.	NDSU	47.041	PO#041-0531		33,333
Engineering Grants - Dakota Technologies Incorporated	NDSU	47.041	SC-NSF0238545	11,720	21,202
Engineering Grants - Dakota Technologies Incorporated	NDSU	47.041	SC-NSF0321573		13,371
Mathematical and Physical Sciences - University of Utah	UND	47.049	2210096	12,324	16,272
Biological Sciences - Institute of Ecosystem Studies	UND	47.074	2839/200311	6,730	16,281
Education and Human Resources - Arizona State University	NDSU	47.076	04-484	14,152	
Education and Human Resources - Tuskegee University	NDSU	47.076	342-153002462112	318	16,311
Education and Human Resources - Oakland University	NDSU	47.076	N/A	13,255	
<i>Total - National Science Foundation</i>				<u>\$ 6,376,342</u>	<u>\$ 6,974,476</u>

**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
Research and Development Cluster**

FEDERAL AGENCY FEDERAL PROGRAM	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
SMALL BUSINESS ADMINISTRATION					
Direct Programs:					
Internet-Based Technical Assistance	NDSU	59.005		\$ 518	
Total - Small Business Administration				\$ 518	\$ -
UNITED STATES DEPARTMENT OF THE TREASURY					
Direct Programs:					
Analysis of US Trade and Farm Policy	NDSU	N/A	TC-02-003G	\$ 293,342	\$ 549,283
Total - United States Department of the Treasury				\$ 293,342	\$ 549,283
Total Research and Development Cluster				\$ 82,988,566	\$ 77,653,079

Schedule of Expenditures of Federal Awards continued on the following pages

**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
Student Financial Aid Cluster**

FEDERAL AGENCY FEDERAL PROGRAM	STATE AGENCY	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
DEPARTMENT OF EDUCATION					
Direct Programs:					
Federal Supplemental Educational Opportunity Grants	BSC	84.007		\$ 113,115	\$ 143,569
Federal Supplemental Educational Opportunity Grants	DSU	84.007		103,398	94,050
Federal Supplemental Educational Opportunity Grants	LRSC	84.007		17,100	24,500
Federal Supplemental Educational Opportunity Grants	MASU	84.007		62,000	63,152
Federal Supplemental Educational Opportunity Grants	MISU	84.007		158,731	119,316
Federal Supplemental Educational Opportunity Grants	MSUB	84.007		45,313	42,575
Federal Supplemental Educational Opportunity Grants	NDSU	84.007		681,851	618,576
Federal Supplemental Educational Opportunity Grants	SCS	84.007		148,571	147,200
Federal Supplemental Educational Opportunity Grants	UND	84.007		793,146	815,546
Federal Supplemental Educational Opportunity Grants	VCSU	84.007		74,478	74,942
Federal Supplemental Educational Opportunity Grants	WSC	84.007		36,289	27,380
Federal Work-Study Program	BSC	84.033		129,046	86,816
Federal Work-Study Program	DSU	84.033		212,694	225,068
Federal Work-Study Program	LRSC	84.033		39,284	49,102
Federal Work-Study Program	MASU	84.033		74,007	72,155
Federal Work-Study Program	MISU	84.033		192,969	231,450
Federal Work-Study Program	MSUB	84.033		35,612	42,166
Federal Work-Study Program	NDSU	84.033		551,184	509,504
Federal Work-Study Program	SCS	84.033		148,668	148,668
Federal Work-Study Program	UND	84.033		1,052,139	1,057,185
Federal Work-Study Program	VCSU	84.033		74,230	74,233
Federal Work-Study Program	WSC	84.033		36,269	42,036
Federal Perkins Loan Program - Federal Capital Contributions	BSC	84.038			11,349
Federal Perkins Loan Program - Federal Capital Contributions	DSU	84.038		67,599	31,637
Federal Perkins Loan Program - Federal Capital Contributions	LRSC	84.038		40,035	21,402
Federal Perkins Loan Program - Federal Capital Contributions	MASU	84.038		53,948	23,367
Federal Perkins Loan Program - Federal Capital Contributions	MISU	84.038		208,007	121,515
Federal Perkins Loan Program - Federal Capital Contributions	MSUB	84.038			9,877
Federal Perkins Loan Program - Federal Capital Contributions	NDSU	84.038		57,976	60,201
Federal Perkins Loan Program - Federal Capital Contributions	SCS	84.038		22,131	52,423
Federal Perkins Loan Program - Federal Capital Contributions	UND	84.038		688,343	707,886
Federal Perkins Loan Program - Federal Capital Contributions	VCSU	84.038			2,422
Federal Perkins Loan Program - Federal Capital Contributions	WSC	84.038		29,434	16,008
Federal Pell Grant Program	BSC	84.063		2,418,977	2,893,522
Federal Pell Grant Program	DSU	84.063		2,038,943	2,242,445
Federal Pell Grant Program	LRSC	84.063		790,666	918,825
Federal Pell Grant Program	MASU	84.063		719,684	753,155
Federal Pell Grant Program	MISU	84.063		2,777,716	3,179,132
Federal Pell Grant Program	MSUB	84.063		574,302	588,234
Federal Pell Grant Program	NDSU	84.063		5,536,215	6,245,941
Federal Pell Grant Program	SCS	84.063		2,034,102	2,324,960
Federal Pell Grant Program	UND	84.063		5,559,165	6,668,408
Federal Pell Grant Program	VCSU	84.063		692,273	800,922
Federal Pell Grant Program	WSC	84.063		1,053,610	1,291,904
Total - Department of Education				\$ 30,143,220	\$ 33,674,724
DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Direct Programs:					
Health professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Students	UND	93.342		\$ 14,828	\$ 70,118
Nursing Student Loans	DSU	93.364		13,830	4,067
Nursing Student Loans	MISU	93.364		33,904	6,812
Nursing Student Loans	UND	93.364		14,040	7,840
Scholarships for Health Professions Students from Disadvantaged Backgrounds	UND	93.925		48,553	
Total - Department of Health and Human Services				\$ 125,155	\$ 88,837
Total Student Financial Aid Cluster				\$ 30,268,375	\$ 33,763,561
TOTAL EXPENDITURES OF FEDERAL AWARDS				\$ 1,233,023,417	\$ 1,187,842,435

**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
By State Agency**

STATE AGENCY FEDERAL PROGRAM OR CLUSTER TITLE	FEDERAL GRANTOR	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
ADJUTANT GENERAL					
Direct Programs:					
National Guard Military Operations and Maintenance (O&M) Projects	DOD	12.401		\$ 20,187,142	\$ 16,656,150
State Cemetery Grants	VA	64.203		1,566,199	
Total - Adjutant General				\$ 21,753,341	\$ 16,656,150
AERONAUTICS COMMISSION					
Direct Programs:					
Airport Improvement Program	DOT	20.106		\$ 288,574	\$ 157,090
Total - Aeronautics Commission				\$ 288,574	\$ 157,090
AGRICULTURE					
Direct Programs:					
Plant and Animal Disease, Pest Control, and Animal Care	USDA	10.025		\$ 805,402	\$ 603,993
Federal-State Marketing Improvement Program	USDA	10.156		37,919	30,326
Inspection Grading and Standardization	USDA	10.162		3,755	5,408
Market Protection and Promotion	USDA	10.163		56,591	52,318
State Mediation Grants	USDA	10.435		217,723	208,722
Cooperative Agreements with States for Intrastate Meat and Poultry Inspection	USDA	10.475		242,428	201,378
Cooperative Forestry Assistance	USDA	10.664		121,969	192,662
Challenge Cost Share	DOI	15.642		6,920	17,613
Performance Partnership Grants	EPA	66.605		481,658	394,314
Market News	USDA	N/A	12-25-A-3621	23,250	21,875
Medicated Feeds	HHS	N/A	FDA-223-03-4003		16,748
Medicated Feeds	HHS	N/A	FDA-223-04-4003	12,920	5,727
Medicated Feeds	HHS	N/A	FDA-223-05-4003	24,328	
Tissue Residue	HHS	N/A	FDA-223-03-4014	1,200	
Total - Agriculture				\$ 2,036,063	\$ 1,751,084
ARTS COUNCIL					
Direct Programs:					
Promotion of the Arts - Grants to Organizations and Individuals	ARTS	45.024		\$ 8,000	\$ 5,000
Promotion of the Arts - Partnership Agreements	ARTS	45.025		520,476	546,964
Promotion of the Arts - Leadership Initiatives	ARTS	45.026		30,000	30,000
Total - Arts Council				\$ 558,476	\$ 581,964
ATTORNEY GENERAL					
Direct Programs:					
National Criminal History Improvement Program (NCHIP)	DOJ	16.554		\$ 704,333	\$ 386,609
National Institute of Justice Research, Evaluation, and Development					
Project Grants	DOJ	16.560		173,298	47,634
Crime Laboratory Improvement - Combined Offender DNA Index System					
Backlog Reduction	DOJ	16.564		1,523	78,606
Edward Byrne Memorial Formula Grant Program	DOJ	16.579		1,628,229	2,024,879
Local Law Enforcement Block Grant Program	DOJ	16.592		10,152	116,733
Residential Substance Abuse Treatment for State Prisoners	DOJ	16.593		294,307	385,733
Community Prosecution and Project Safe Neighborhoods	DOJ	16.609		145,834	194,588
National Incident Based Reporting System	DOJ	16.733			145,296
Edward Byrne Memorial Justice Assistance Grant Program	DOJ	16.738		261,719	
DEA Marijuana Eradication	DOJ	N/A	2004-80		16,714
DEA Marijuana Eradication	DOJ	N/A	2005-93	14,789	14,955
DEA Marijuana Eradication	DOJ	N/A	2006-93	5,449	
Office of National Drug Control Policy - High Intensity Drug Trafficking					
Areas Program	DOJ	N/A	I2PMWP592		48,399
Office of National Drug Control Policy - High Intensity Drug Trafficking					
Areas Program	DOJ	N/A	I3PMWP592	38,484	144,441
Office of National Drug Control Policy - High Intensity Drug Trafficking					
Areas Program	DOJ	N/A	I4PMWP592Z	229,593	285,385

**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
By State Agency**

STATE AGENCY FEDERAL PROGRAM OR CLUSTER TITLE	FEDERAL GRANTOR	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Office of National Drug Control Policy - High Intensity Drug Trafficking Areas Program	DOJ	N/A	I5PMWP592Z	450,490	33,803
Office of National Drug Control Policy - High Intensity Drug Trafficking Areas Program	DOJ	N/A	I6PMWP592Z	43,767	
<i>Total - Attorney General</i>				<u>\$ 4,001,967</u>	<u>\$ 3,923,775</u>
AUDITOR					
Direct Programs:					
Royalty Audit Program	DOI	N/A	1435-02-99-CA-40304	\$ 355,896	\$ 388,988
<i>Total - Auditor</i>				<u>\$ 355,896</u>	<u>\$ 388,988</u>
BISMARCK STATE COLLEGE					
<i>Student Financial Aid Cluster:</i>					
Direct Programs:					
Federal Supplemental Educational Opportunity Grants	ED	84.007		\$ 113,115	\$ 143,569
Federal Work-Study Program	ED	84.033		129,046	86,816
Federal Perkins Loan Program - Federal Capital Contributions	ED	84.038			11,349
Federal Pell Grant Program	ED	84.063		2,418,977	2,893,522
<i>Total - Student Financial Aid Cluster</i>				<u>\$ 2,661,138</u>	<u>\$ 3,135,256</u>
Direct Programs:					
WIA Pilots, Demonstrations, and Research Projects	DOL	17.261		\$ 296,360	\$ 244,299
Consultation Agreements	DOL	17.504		288,737	282,295
Education and Human Resources	NSF	47.076		399,083	689,539
State Energy Program	DOE	81.041		14,820	23,736
Interest Subsidy Grant	HUD	N/A	DEN-385	12,218	12,218
Pass Through Non-State Entity:					
Education and Human Resources - Center for the Advancement of Process Technology	NSF	47.076	DUE-0532652	3,521	
Education and Human Resources - College of the Mainland	NSF	47.076	DUE-0202400	1,592	25,910
<i>Total - Bismarck State College</i>				<u>\$ 3,677,469</u>	<u>\$ 4,413,253</u>
CAREER AND TECHNICAL EDUCATION					
Direct Programs:					
Mine Health and Safety Grants	DOL	17.600		\$ 48,076	\$ 58,557
Vocational Education - Basic Grants to States	ED	84.048		4,209,773	4,260,719
Fund For The Improvement of Education	ED	84.215			58,415
Tech-Prep Education	ED	84.243		323,008	346,656
Transition to Teaching	ED	84.350		65,281	93,151
<i>Total - Career and Technical Education</i>				<u>\$ 4,646,138</u>	<u>\$ 4,817,498</u>
COMMERCE					
Direct Programs:					
Agricultural and Rural Economic Research	USDA	10.250			\$ 340
Community Development Block Grants/State's Program	HUD	14.228		\$ 5,899,812	8,906,207
Emergency Shelter Grants Program	HUD	14.231		271,409	269,963
Supportive Housing Program	HUD	14.235		14,087	33,490
Shelter Plus Care	HUD	14.238		258,000	263,201
HOME Investment Partnerships Program	HUD	14.239		2,313,356	2,878,004
WIA Pilots, Demonstrations, and Research Projects	DOL	17.261		276,723	473,390
State Energy Program	DOE	81.041		543,676	534,531
Weatherization Assistance for Low-Income Persons	DOE	81.042		2,507,804	2,568,283
Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance	DOE	81.117		7,841	7,614
State Energy Program Special Projects	DOE	81.119		27,940	70,983
Community Services Block Grant	HHS	93.569		2,996,606	3,080,466
Community Services Block Grant Formula and Discretionary Awards					
Community Food and Nutrition Programs	HHS	93.571		25,551	13,626

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STATE AGENCY FEDERAL PROGRAM OR CLUSTER TITLE	FEDERAL GRANTOR	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
State Commissions	CNCS	94.003		61,265	63,441
AmeriCorps	CNCS	94.006		430,180	267,713
Planning and Program Development Grants	CNCS	94.007		15,079	15,747
Training and Technical Assistance	CNCS	94.009		62,777	24,692
Case Management - Stripper Well	DOE	N/A	N/A	13,082	12,146
Furnace Rebate Program	DOE	N/A	N/A	2,500	2,500
Governor's Ethanol Program	DOE	N/A	N/A	57,323	162,780
Other HUD Federal Assistance	HUD	N/A	N/A		153
State Buildings Program - Stripper Well	DOE	N/A	N/A		68,910
State Heating Oil and Propane	DOE	N/A	DE-FC01-01E137398	2,666	6,133
Pass Through Non-State Entity: 2005 Biomass Grant - Western Governor's Association	DOE	N/A	Contract#20108-0550	6,875	
<i>Total - Commerce</i>				<u>\$ 15,794,551</u>	<u>\$ 19,724,313</u>
CORRECTIONS AND REHABILITATION					
Direct Programs:					
Prisoner Reentry Initiative Demonstration (Offender Reentry)	DOJ	16.202		\$ 858,958	\$ 744,410
Juvenile Accountability Incentive Block Grants	DOJ	16.523		557,559	324,300
Juvenile Justice and Delinquency Prevention - Allocation to States	DOJ	16.540		690,914	470,267
Title V - Delinquency Prevention Program	DOJ	16.548		119,844	67,543
Part E - State Challenge Activities	DOJ	16.549		11,651	18,916
Crime Victim Assistance	DOJ	16.575		1,218,211	1,661,914
Crime Victim Compensation	DOJ	16.576		86,000	98,000
Drug Court Discretionary Grant Program	DOJ	16.585		43,892	98,474
Violent Offender Incarceration and Truth in Sentencing Incentive Grants	DOJ	16.586			887,439
Corrections - Technical Assistance/Clearinghouse	DOJ	16.603		192,171	161,304
State Criminal Alien Assistance Program	DOJ	16.606		11,560	18,158
Grants to States for Incarcerated Youth Offenders	ED	84.331		31,513	30,295
Housing and Institutional Care	DOI	N/A	N/A	184,767	178,139
<i>Total - Corrections and Rehabilitation</i>				<u>\$ 4,007,040</u>	<u>\$ 4,759,159</u>
DICKINSON STATE UNIVERSITY					
<i>Student Financial Aid Cluster:</i>					
Direct Programs:					
Federal Supplemental Educational Opportunity Grants	ED	84.007		\$ 103,398	\$ 94,050
Federal Work-Study Program	ED	84.033		212,694	225,068
Federal Perkins Loan Program - Federal Capital Contributions	ED	84.038		67,599	31,637
Federal Pell Grant Program	ED	84.063		2,038,943	2,242,445
Nursing Student Loans	HHS	93.364		13,830	4,067
<i>Total - Student Financial Aid Cluster</i>				<u>\$ 2,436,464</u>	<u>\$ 2,597,267</u>
<i>TRIO Cluster:</i>					
Direct Programs:					
TRIO - Student Support Services	ED	84.042		\$ 206,994	\$ 275,162
<i>Total - TRIO Cluster</i>				<u>\$ 206,994</u>	<u>\$ 275,162</u>
<i>Total- Dickinson State University</i>				<u>\$ 2,643,458</u>	<u>\$ 2,872,429</u>
EMERGENCY SERVICES					
Direct Programs:					
Interagency Hazardous Materials Public Sector Training and Planning Grants	DOT	20.703		\$ 73,924	\$ 139,916
Centers for Disease Control and Prevention - Investigations and Technical Assistance	HHS	93.283			155,595
State Domestic Preparedness Equipment Support Program	DHS	97.004		15,220,578	16,365,325
Hazardous Materials Assistance Program	DHS	97.021		3,470	697
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	DHS	97.036		18,022,854	15,141,470
Hazard Mitigation Grant	DHS	97.039		1,174,091	2,496,919
Emergency Management Performance Grants	DHS	97.042		1,136,406	1,615,516
Pre-Disaster Mitigation	DHS	97.047		73,165	71,322
Community Emergency Response Teams	DHS	97.054			111,578
Pre-Disaster Mitigation Disaster Resistant Universities	DHS	97.063		33,254	1,200
Law Enforcement Terrorism Prevention Program	DHS	97.074		3,931,351	2,133,949

See accompanying notes to schedule

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STATE AGENCY FEDERAL PROGRAM OR CLUSTER TITLE	FEDERAL GRANTOR	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Total - Emergency Services				\$ 39,669,093	\$ 38,233,487
GAME AND FISH					
Fish and Wildlife Cluster:					
Direct Programs:					
Sport Fish Restoration	DOI	15.605		\$ 3,142,625	\$ 3,011,620
Wildlife Restoration	DOI	15.611		3,181,252	2,953,099
Total - Fish and Wildlife Cluster				\$ 6,323,877	\$ 5,964,719
Direct Programs:					
Plant and Animal Disease, Pest Control, and Animal Care	USDA	10.025		\$ 75,125	\$ 89,286
Wildlife Services	USDA	10.028		6,868	
Wildlife Conservation and Appreciation	DOI	15.617		25,805	26,254
Landowner Incentive	DOI	15.633		110,113	62,201
State Wildlife Grants	DOI	15.634		480,532	332,771
Challenge Cost Share	DOI	15.642			11,500
Boating Safety Financial Assistance	DHS	97.012		445,468	363,396
Law Enforcement Terrorism Prevention Program (LETPP)	DHS	97.074			104,852
Audubon Mitigation Lands	DOI	N/A	N/A	16,655	9,546
Bow Challenge Grant	DOI	N/A	01-CS-110118-00-098	1,000	
Black Tiger Bay	DOI	N/A	N/A		39,908
Forrest Stand Improvement	DOI	N/A	72-6633-8-76		2,822
Grassland Team	DOI	N/A	43-0355-3-0029		48,647
Implementation of Prairie Pothole Joint Venture	DOI	N/A	1448-60181-03-J405	15,000	30,000
Invasive Weed Control	DOI	N/A	6211-3-J082		8,855
Lonetree	DOI	N/A	N/A	754,242	683,570
Total Game and Fish				\$ 8,254,685	\$ 7,778,327
GOVERNOR					
Direct Programs:					
Teacher Quality Enhancement Grants	ED	84.336		\$ 1,048,000	\$ 813,430
Total - Governor				\$ 1,048,000	\$ 813,430
HEALTH DEPARTMENT					
Medicaid Cluster:					
Direct Programs:					
State Survey and Certification of Health Care Providers and Suppliers	HHS	93.777		\$ 1,060,038	\$ 1,085,076
Total - Medicaid Cluster				\$ 1,060,038	\$ 1,085,076
Direct Programs:					
Special Supplemental Nutrition Program for Women, Infants, and Children	USDA	10.557		\$ 9,968,335	\$ 10,778,612
U.S. Geological Survey - Research and Data Collection	DOI	15.808		15,082	9,738
Supervised Visitation, Safe Havens for Children	DOJ	16.527		355,612	262,156
Violence Against Women Formula Grants	DOJ	16.588		684,755	813,329
Grants to Encourage Arrest Policies and Enforcement of Protection Orders	DOJ	16.590		136,078	72,803
Surveys, Studies, Investigations, Demonstrations, and Training Grants and Cooperative Agreements - Section 104(b)(3) of the Clean Water Act	EPA	66.436		58,589	10,842
Water Quality Management Planning	EPA	66.454		96,912	118,258
Capitalization Grants for Clean Water State Revolving Funds	EPA	66.458		261,944	263,795
Nonpoint Source Implementation Grants	EPA	66.460		4,403,267	5,259,020
Regional Wetland Program Development Grants	EPA	66.461		42,022	37,153
Wastewater Operator Training Grant Program (Technical Assistance)	EPA	66.467		25,162	19,462
Capitalization Grants for Drinking Water State Revolving Funds	EPA	66.468		307,193	301,171
Water Protection Grants to the States	EPA	66.474		15,914	37,362
Environmental Protection - Consolidated Research	EPA	66.500		23,786	47,521
Performance Partnership Grants	EPA	66.605		4,187,695	3,510,303
Surveys, Studies, Investigations and Special Purpose Grants	EPA	66.606		335,797	291,008
Environmental Information Exchange Network Grant Program and Related Assistance	EPA	66.608		81,473	218,239
Superfund State, Political Subdivision, and Indian Tribe Site - Specific Cooperative Agreements	EPA	66.802		1,902,664	120,407
Leaking Underground Storage Tank Trust Fund Program	EPA	66.805		454,903	241,055

See accompanying notes to schedule

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STATE AGENCY FEDERAL PROGRAM OR CLUSTER TITLE	FEDERAL GRANTOR	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Brownfield Pilots Cooperative Agreements	EPA	66.811		2,400	925
Brownfields Assessment and Cleanup Cooperative Agreements	EPA	66.818		15,877	81,946
Public Health and Social Services Emergency Fund	HHS	93.003		1,552,996	2,977,398
Food and Drug Administration - Research	HHS	93.103		1,411	1,799
Maternal and Child Health Federal Consolidated Programs	HHS	93.110		142,477	287,033
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	HHS	93.116		186,451	148,520
Emergency Medical Services for Children	HHS	93.127		113,056	88,649
Primary Care Services Resource Coordination and Development	HHS	93.130		137,777	221,484
Injury Prevention and Control Research and State and Community Based Programs	HHS	93.136		171,061	169,359
Community Programs to Improve Minority Health Grant Program	HHS	93.137		2,559	
National Health Service Corps Loan Repayment Program	HHS	93.162		17,500	
Family Planning - Services	HHS	93.217		1,045,851	1,037,044
Traumatic Brain Injury State Demonstration Grant Program	HHS	93.234		10,814	76,376
Abstinence Education Program	HHS	93.235		76,608	82,393
State Planning Grants Health Care Access for the Uninsured	HHS	93.256		256,589	291,763
Immunization Grants	HHS	93.268		1,174,432	1,493,939
Centers for Disease Control and Prevention - Investigations and Technical Assistance	HHS	93.283		8,960,437	10,229,163
Family Violence Prevention and Services/Grants for Battered Women's Shelters - Grants to States and Indian Tribes	HHS	93.671		723,171	706,267
HIV Care Formula Grants	HHS	93.917		333,412	298,862
HIV Prevention Activities - Health Department Based	HHS	93.940		645,813	672,913
Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance	HHS	93.944		61,548	64,157
Assistance Programs for Chronic Disease Prevention and Control	HHS	93.945		256,798	334,533
Trauma Care Systems Planning and Development	HHS	93.952		54,640	37,216
Preventive Health Services - Sexually Transmitted Diseases Control Grants	HHS	93.977		297,585	164,580
Cooperative Agreements for State-Based Diabetes Control Programs and Evaluation of Surveillance Systems	HHS	93.988		293,972	329,771
Preventive Health and Health Services Block Grant	HHS	93.991		270,298	391,659
Maternal and Child Health Services Block Grant to the States	HHS	93.994		1,331,622	985,280
Mammography Quality Standards Act Inspections	HHS	N/A	223-00-4433	50,136	47,613
Pass Through Non-State Entity:					
Centers for Disease Control and Prevention - Investigations and Technical Assistance - American Public Health Labs	HHS	93.283	N/A		59,555
Nonmonetary Assistance:					
Immunization Grants (Vaccines)	HHS	93.268		4,838,170	4,253,945
<i>Total - Health Department</i>				<u>\$ 47,442,682</u>	<u>\$ 49,031,452</u>
HIGHWAY PATROL					
Direct Programs:					
National Motor Carrier Safety	DOT	20.218		\$ 1,799,999	\$ 1,530,756
<i>Total - Highway Patrol</i>				<u>\$ 1,799,999</u>	<u>\$ 1,530,756</u>
HISTORICAL SOCIETY					
Direct Programs:					
Rural Housing and Economic Development	HUD	14.250			\$ 13,573
Cultural Resource Management	DOI	15.224		\$ 78,313	75,464
Historic Preservation Fund Grants-In-Aid	DOI	15.904		594,612	533,253
Outdoor Recreation - Acquisition, Development and Planning	DOI	15.916			30,688
National Historical Publications and Records Grants	NARA	89.003		3,326	1,217
Oral History Grant	GSA	N/A	N/A	23,785	35,731
Save America's Treasures	DOI	N/A	38-06-ML-0449	18,369	
Save America's Treasures	DOI	N/A	38-04-ML-0063	59,711	
Pass Through Non-State Entity:					
Promotion of the Humanities - Federal/State Partnership - North Dakota Humanities Council	ARTS	45.129	N/A		8,404
Grants To States - North Dakota Lewis and Clark Bicentennial Foundation	ARTS	45.310	N/A		336

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STATE AGENCY FEDERAL PROGRAM OR CLUSTER TITLE	FEDERAL GRANTOR	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
<i>Total - Historical Society</i>				\$ 778,116	\$ 698,666
HUMAN SERVICES					
<i>Food Stamp Cluster:</i>					
Direct Programs:					
State Administrative Matching Grants for Food Stamp Program	USDA	10.561		\$ 6,328,663	\$ 5,482,905
Nonmonetary Assistance:					
Food Stamps	USDA	10.551		45,694,354	43,473,955
<i>Total - Food Stamp Cluster</i>				\$ 52,023,017	\$ 48,956,860
<i>Aging Cluster:</i>					
Direct Programs:					
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	HHS	93.044		\$ 1,657,918	\$ 1,806,346
Special Programs for the Aging - Title III, Part C - Nutrition Services	HHS	93.045		2,755,221	2,535,243
Nutrition Services Incentive Program	HHS	93.053		845,453	785,233
<i>Total - Aging Cluster</i>				\$ 5,258,592	\$ 5,126,822
<i>Child Care Development Fund Cluster:</i>					
Direct Programs:					
Child Care and Development Block Grant	HHS	93.575		\$ 2,550,746	\$ 5,306,777
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	HHS	93.596		6,973,155	3,551,405
<i>Total - Child Care Development Fund Cluster</i>				\$ 9,523,901	\$ 8,858,182
<i>Medicaid Cluster:</i>					
Direct Programs:					
State Survey and Certification of Health Care Providers and Suppliers	HHS	93.777		\$ 597,996	\$ 600,675
Medical Assistance Program	HHS	93.778		354,310,818	362,892,541
<i>Total - Medicaid Cluster</i>				\$ 354,908,814	\$ 363,493,216
<i>Foster Grandparent/Senior Companion Cluster:</i>					
Direct Programs:					
Foster Grandparent Program	CNCS	94.011		\$ 362,041	\$ 356,135
<i>Total - Foster Grandparent/Senior Companion Cluster</i>				\$ 362,041	\$ 356,135
<i>Disability Insurance/SSI Cluster:</i>					
Direct Programs:					
Social Security - Disability Insurance	SSA	96.001		\$ 2,335,423	\$ 2,111,323
<i>Total - Disability Insurance/SSI Cluster</i>				\$ 2,335,423	\$ 2,111,323
Direct Programs:					
Enforcing Underage Drinking Laws Program	DOJ	16.727		\$ 356,211	\$ 330,313
WIA Pilots, Demonstrations, and Research Projects	DOL	17.261		13,671	100,948
Rehabilitation Services - Vocational Rehabilitation Grants to States	ED	84.126		8,964,476	7,748,561
Rehabilitation Long-Term Training	ED	84.129		18,571	19,088
Rehabilitation Services - Client Assistance Program	ED	84.161		113,032	105,657
Independent Living - State Grants	ED	84.169		112,868	406,849
Rehabilitation Services - Independent Living Services for Older Individuals Who are Blind	ED	84.177		217,570	283,757
Special Education - Grants for Infants and Families with Disabilities	ED	84.181		1,562,738	1,424,998
Safe and Drug-Free Schools and Communities - State Grants	ED	84.186		413,928	701,149
Supported Employment Services for Individuals with Severe Disabilities	ED	84.187		204,126	280,393
Assistive Technology	ED	84.224		417,040	271,932
Special Programs for the Aging - Title VII, Chapter 3 - Programs for Prevention of Elder Abuse, Neglect, and Exploitation	HHS	93.041		6,627	48,636
Special Programs for the Aging - Title VII, Chapter 2 - Long Term Care Ombudsman Services for Older Individuals	HHS	93.042		106,984	9,312
Special Programs for the Aging - Title III, Part D - Disease Prevention and Health Promotion Services	HHS	93.043		157,338	96,476
Alzheimer's Disease Demonstration Grants to States	HHS	93.051		216,243	
National Family Caregiver Support	HHS	93.052		783,130	883,307
Maternal and Child Health Federal Consolidated Programs	HHS	93.110		23,154	152,384
Projects for Assistance in Transition from Homelessness (PATH)	HHS	93.150		290,092	326,252
Consolidated Knowledge Development and Application (KD&A) Program	HHS	93.230		56,300	1,200

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STATE AGENCY FEDERAL PROGRAM OR CLUSTER TITLE	FEDERAL GRANTOR	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Promoting Safe and Stable Families	HHS	93.556		819,109	615,387
Temporary Assistance for Needy Families	HHS	93.558		20,337,841	26,721,255
Child Support Enforcement	HHS	93.563		8,143,802	7,777,797
Refugee and Entrant Assistance - State Administered Programs	HHS	93.566		842,883	885,392
Low-Income Home Energy Assistance	HHS	93.568		15,504,093	17,004,945
Refugee and Entrant Assistance - Discretionary Grants	HHS	93.576		49,579	50,072
Refugee and Entrant Assistance - Wilson/Fish Program	HHS	93.583		597,922	512,003
Refugee and Entrant Assistance - Targeted Assistance Grants	HHS	93.584		192,258	240,440
Community-Based Child Abuse Prevention Grants	HHS	93.590		139,428	155,427
Grants to States for Access and Visitation Programs	HHS	93.597		75,837	124,757
Chafee Education and Training Vouchers Program (ETV)	HHS	93.599		63,794	61,664
Head Start	HHS	93.600		193,613	134,652
Adoption Incentive Payments	HHS	93.603		-	84,000
Developmental Disabilities Basic Support and Advocacy Grants	HHS	93.630		391,297	439,641
Children's Justice Grants to States	HHS	93.643		116,595	134,222
Child Welfare Services - State Grants	HHS	93.645		645,026	901,634
Foster Care - Title IV-E	HHS	93.658		9,826,980	10,524,788
Adoption Assistance	HHS	93.659		3,339,107	3,022,437
Social Services Block Grant	HHS	93.667		3,473,057	3,718,688
Child Abuse and Neglect State Grants	HHS	93.669		96,050	69,065
Chafee Foster Care Independence Program	HHS	93.674		431,196	411,177
State Children's Insurance Program	HHS	93.767		5,538,473	3,844,348
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	HHS	93.779		124,531	393,110
Block Grants for Community Mental Health Services	HHS	93.958		746,981	838,983
Block Grants for Prevention and Treatment of Substance Abuse	HHS	93.959		6,465,918	5,251,458
Maternal and Child Health Services Block Grant to the States	HHS	93.994		623,590	676,800
Social Security Reimbursement Funds	HHS	N/A	N/A	245,709	50,120
Pass Through Non-State Entity: National Institute on Disability and Rehabilitation Research - Meeting the Challenges, Inc.	ED	84.133	N/A	24,822	18,370
<i>Total - Human Services</i>				<u>\$ 517,495,378</u>	<u>\$ 526,756,382</u>
INDUSTRIAL COMMISSION					
Direct Programs:					
U.S. Geological Survey - Research and Data Collection	DOI	15.808		\$ 6,246	\$ 23,759
National Cooperative Geologic Mapping Program	DOI	15.810		17,247	10,231
State Underground Water Source Protection	EPA	66.433		99,600	93,600
Management and Protection of Significant Paleontological Resources in North Dakota	DOI	N/A	03FC601818		748
<i>Total - Industrial Commission</i>				<u>\$ 123,093</u>	<u>\$ 128,338</u>
INSURANCE DEPARTMENT					
Direct Programs:					
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	HHS	93.779		\$ 211,578	\$ 272,573
<i>Total - Insurance Department</i>				<u>\$ 211,578</u>	<u>\$ 272,573</u>
LABOR DEPARTMENT					
Direct Programs:					
Fair Housing Assistance Program - State and Local	HUD	14.401		\$ 117,188	\$ 214,470
Employment Discrimination - State and Local Fair Employment Practices Agency Contracts	EEOC	30.002		21,940	63,300
<i>Total - Labor Department</i>				<u>\$ 139,128</u>	<u>\$ 277,770</u>
LAKE REGION STATE COLLEGE					

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STATE AGENCY FEDERAL PROGRAM OR CLUSTER TITLE	FEDERAL GRANTOR	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Student Financial Aid Cluster:					
Direct Programs:					
Federal Supplemental Educational Opportunity Grants	ED	84.007		\$ 17,100	\$ 24,500
Federal Work-Study Program	ED	84.033		39,284	49,102
Federal Perkins Loan Program - Federal Capital Contributions	ED	84.038		40,035	21,402
Federal Pell Grant Program	ED	84.063		790,666	918,825
Total - Student Financial Aid Cluster				<u>\$ 887,085</u>	<u>\$ 1,013,829</u>
TRIO Cluster:					
Direct Programs:					
TRIO - Student Support Services	ED	84.042		\$ 221,105	\$ 246,580
Total - TRIO Cluster				<u>\$ 221,105</u>	<u>\$ 246,580</u>
Direct Programs:					
Promotion of the Humanities - Teaching and Learning Resources and Curriculum Development	ARTS	45.162			\$ 6,367
Interest Subsidy Grant	HUD	N/A	DEN-357	\$ 23,170	23,170
Pass Through Non-State Entity:					
Grants to Reduce Violent Crimes Against Women on Campus - Jamestown College	DOJ	16.525	1999-WA-VX-0014	8,065	22,994
Total - Lake Region State College				<u>\$ 1,139,425</u>	<u>\$ 1,312,940</u>
LIBRARY					
Direct Programs:					
Grants To States	ARTS	45.310		\$ 732,698	\$ 722,983
Total - Library				<u>\$ 732,698</u>	<u>\$ 722,983</u>
MANAGEMENT AND BUDGET					
Nonmonetary Assistance:					
Donation of Federal Surplus Personal Property	GSA	39.003		\$ 464,197	\$ 915,963
Total - Management and Budget				<u>\$ 464,197</u>	<u>\$ 915,963</u>
MAYVILLE STATE UNIVERSITY					
Student Financial Aid Cluster:					
Direct Programs:					
Federal Supplemental Educational Opportunity Grants	ED	84.007		\$ 62,000	\$ 63,152
Federal Work-Study Program	ED	84.033		74,007	72,155
Federal Perkins Loan Program - Federal Capital Contributions	ED	84.038		53,948	23,367
Federal Pell Grant Program	ED	84.063		719,684	753,155
Total - Student Financial Aid Cluster				<u>\$ 909,639</u>	<u>\$ 911,829</u>
Direct Programs:					
WIA Pilots, Demonstrations, and Research Projects	DOL	17.261		\$ 22,668	\$ 85,484
Head Start	HHS	93.600		1,174,970	1,126,626
Pass Through Non-State Entity:					
Grants to Reduce Violent Crimes Against Women on Campus - Jamestown College	DOJ	16.525	W301-1	12,519	20,522
Twenty-First Century Community Learning Centers Program - Griggs/Steele Educational Learning Consortium	ED	84.287	S287A001096		4,952
Total Mayville State University				<u>\$ 2,119,796</u>	<u>\$ 2,149,413</u>
MINOT STATE UNIVERSITY					
Student Financial Aid Cluster:					
Direct Programs:					
Federal Supplemental Educational Opportunity Grants	ED	84.007		\$ 158,731	\$ 119,316
Federal Work-Study Program	ED	84.033		192,969	231,450
Federal Perkins Loan Program - Federal Capital Contributions	ED	84.038		208,007	121,515

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				2006	2005
Federal Pell Grant Program	ED	84.063		2,777,716	3,179,132
Nursing Student Loans	HHS	93.364		33,904	6,812
<i>Total - Student Financial Aid Cluster</i>				<u>\$ 3,371,327</u>	<u>\$ 3,658,225</u>
<i>Research and Development Cluster:</i>					
Direct Programs:					
Cooperative Research Units Program	DOI	15.812		\$ 4,869	\$ 10,033
Pass-Through Non-State Entity:					
Alcohol Research Programs - Illinois Institute of Technology	HHS	93.273		19,501	
<i>Total - Research and Development Cluster</i>				<u>\$ 24,370</u>	<u>\$ 10,033</u>
Direct Programs:					
Rural Business Enterprise Grants	USDA	10.769		\$ 32	\$ 989
Technology Opportunities Program	DOC	11.552		109,869	122,729
Fish and Wildlife Management Assistance	DOI	15.608		18	3,833
Challenge Cost Share	DOI	15.642		318	2,256
National Cooperative Geologic Mapping Program	DOI	15.810		1,884	14
Community Prosecution and Project Safe Neighborhoods	DOJ	16.609		17,934	104,195
Public Safety Partnership and Community Policing Grants	DOJ	16.710		854,766	621,482
WIA Pilots, Demonstrations, and Research Projects	DOL	17.261		244,940	266,441
Promotion of the Humanities - Professional Development	ARTS	45.163		103,099	50,603
Conservation Assessment Program	ARTS	45.304		332	44
Fund for the Improvement of Postsecondary Education	ED	84.116			65,378
Special Education - Personnel Development to Improve Services and Results for Children with Disabilities	ED	84.325		145,343	195,914
Telehealth Network Grants	HHS	93.211			41,235
Universal Newborn Hearing Screening	HHS	93.251		134,525	191,306
Centers for Disease Control and Prevention - Investigations and Technical Assistance	HHS	93.283		144,229	
Developmental Disabilities Projects of National Significance	HHS	93.631		44,781	139,688
University Centers for Excellence in Developmental Disabilities Education, Research, and Service	HHS	93.632		504,985	421,101
Medicaid Infrastructure Grants to Support the Competitive Employment of People with Disabilities	HHS	93.768		595,096	642,897
Pass Through Non-State Entity:					
Rehabilitation Training - Continuing Education - Denver Options	ED	84.264	N/A	800	167
Special Education - Personnel Preparation to Improve Services and Results for Children with Disabilities - University of Montana	ED	84.325	N/A	168,939	128,588
Innovative Ed Program Strategies - National Writing Project Corporation	ED	84.928	N/A	23,405	33,261
Centers for Disease Control and Prevention - Investigations and Prevention - Investigations and Technical Assistance - Barnes County	HHS	93.283	N/A		326
Centers for Disease Control and Prevention - Investigations and Technical Assistance - City of Fargo	HHS	93.283			10,000
Developmental Disabilities Projects of National Significance - Temple University	HHS	93.631	N/A	73	1,927
Training and Technical Assistance - University Of Massachusetts-Boston	CNCS	94.009	N/A		1,246
Mandan Language Preservation - North Dakota Lewis and Clark Bicentennial Foundation	DOI	N/A	N/A	1,505	
<i>Total - Minot State University</i>				<u>\$ 6,492,570</u>	<u>\$ 6,713,878</u>
MINOT STATE UNIVERSITY-BOTTINEAU					
<i>Student Financial Aid Cluster:</i>					
Direct Programs:					
Federal Supplemental Educational Opportunity Grants	ED	84.007		\$ 45,313	\$ 42,575
Federal Work-Study Program	ED	84.033		35,612	42,166
Federal Perkins Loan Program - Federal Capital Contributions	ED	84.038			9,877
Federal Pell Grant Program	ED	84.063		574,302	588,234
<i>Total - Student Financial Aid Cluster</i>				<u>\$ 655,227</u>	<u>\$ 682,852</u>
Direct Programs:					
Forest Land Enhancement Program	USDA	10.677			\$ 1,350

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				2006	2005
Pass Through Non-State Entity:					
CDBG/Brownfields Economic Development Initiative - REAP Investment Board	HUD	14.246	B-00SP-ND-0231		9,855
Block Grants for Prevention and Treatment of Substance Abuse - Communities Action Opportunities, Inc.	HHS	93.959	N/A		1,175
<i>Total - Minot State University-Bottineau</i>				<u>\$ 655,227</u>	<u>\$ 695,232</u>
NORTH DAKOTA STATE COLLEGE OF SCIENCE					
<i>Student Financial Aid Cluster:</i>					
Direct Programs:					
Federal Supplemental Educational Opportunity Grants	ED	84.007		\$ 148,571	\$ 147,200
Federal Work-Study Program	ED	84.033		148,668	148,668
Federal Perkins Loan Program - Federal Capital Contributions	ED	84.038		22,131	52,423
Federal Pell Grant Program	ED	84.063		2,034,102	2,324,960
<i>Total - Student Financial Aid Cluster</i>				<u>\$ 2,353,472</u>	<u>\$ 2,673,251</u>
Direct Programs:					
Secondary and Two-Year Postsecondary Agriculture Education Challenge Grants	USDA	10.226			\$ 19,806
Higher Education - Institutional Aid	ED	84.031		\$ 389,582	176,450
Fund for the Improvement of Postsecondary Education	ED	84.116		68,192	4,252
Pass Through Non-State Entity:					
WIA Pilots, Demonstrations, and Research Projects - The Aim Institute	DOL	17.261	AH-12176-02-60	89,034	4,532
Education and Human Resources - The Aim Institute	NSF	47.076	DUE0101715	27,642	7,015
<i>Total - North Dakota State College of Science</i>				<u>\$ 2,927,922</u>	<u>\$ 2,885,306</u>
NORTH DAKOTA STATE UNIVERSITY					
<i>Student Financial Aid Cluster:</i>					
Direct Programs:					
Federal Supplemental Educational Opportunity Grants	ED	84.007		\$ 681,851	\$ 618,576
Federal Work-Study Program	ED	84.033		551,184	509,504
Federal Perkins Loan Program - Federal Capital Contributions	ED	84.038		57,976	60,201
Federal Pell Grant Program	ED	84.063		5,536,215	6,245,941
<i>Total - Student Financial Aid Cluster</i>				<u>\$ 6,827,226</u>	<u>\$ 7,434,222</u>
<i>Research and Development Cluster:</i>					
Direct Programs:					
Agricultural Research - Basic and Applied Research	USDA	10.001		\$ 3,018,576	\$ 2,906,525
Wildlife Services	USDA	10.028		1,309,669	1,656,948
Transportation Services	USDA	10.167		139,265	134,227
Grants for Agricultural Research, Special Research Grants	USDA	10.200		2,544,298	2,253,980
Cooperative Forestry Research	USDA	10.202		123,772	76,737
Payments to Agricultural Experiment Stations Under the Hatch Act	USDA	10.203		2,388,180	2,178,490
Grants for Agricultural Research - Competitive Research Grants	USDA	10.206		627,910	589,498
Animal Health and Disease Research	USDA	10.207		33,190	12,446
Initiative for Future Agriculture and Food Systems	USDA	10.302			159,302
Cooperative Extension Service	USDA	10.500		3,309	566
Cooperative Forestry Assistance	USDA	10.664		5,669	
Soil Survey	USDA	10.903		21,398	12,747
Agricultural Statistics Reports	USDA	10.950		5,395	20,605
Meteorologic and Hydrologic Modernization Development	DOC	11.467		205,578	228,601
Basic and Applied Scientific Research	DOD	12.300		4,507,659	2,685,413
Military Medical Research and Development	DOD	12.420		63,344	49,476
Basic Scientific Research	DOD	12.431		13,052	61,087
Basic, Applied, and Advanced Research in Science and Engineering	DOD	12.630		1,389,740	974,934
Air Force Defense Research Sciences Program	DOD	12.800		891,860	1,283,858
Research and Technology Development	DOD	12.910		62,258	
State Wildlife Grants	DOI	15.634		3,043	6,712
Assistance to State Water Resources Research Institutes	DOI	15.805		119,489	90,499
U.S. Geological Survey - Research and Data Collection	DOI	15.808		7,499	
National Center for Preservation Technology and Training	DOI	15.923		868	11,507

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				2006	2005
National Institute of Justice Research, Evaluation, and Development					
Project Grants	DOJ	16.560		117,680	14,106
Border Enforcement Grants	DOT	20.233		59,982	
Public Transportation Research	DOT	20.514		621,406	115,187
University Transportation Centers Program	DOT	20.701			1,262,290
Engineering Grants	NSF	47.041		398,708	362,728
Mathematical and Physical Sciences	NSF	47.049		579,013	595,746
Computer and Information Science and Engineering	NSF	47.070		176,401	357,072
Biological Sciences	NSF	47.074		1,363,209	1,342,437
Social, Behavioral, and Economic Sciences	NSF	47.075		23,552	10,497
Education and Human Resources	NSF	47.076		2,342,547	2,863,418
Polar Programs	NSF	47.078		47,902	14,782
Internet-Based Technical Assistance	SBA	59.005		518	
Pesticide Environmental Stewardship Regional Grants	EPA	66.714			12,280
Environmental Education Grants	EPA	66.951		8,074	
Office of Science Financial Assistance Program	DOE	81.049		71,389	121,728
Fund for the Improvement of Postsecondary Education	ED	84.116		209,346	139,462
Mental Health Research Grants	HHS	93.242		217,392	184,114
Occupational Safety and Health Program	HHS	93.262		4,619	
Alcohol Research Programs	HHS	93.273		240,555	3,152
National Center for Research Resources	HHS	93.389		2,971,404	3,116,458
Academic Research Enhancement Award	HHS	93.390		11,947	66,771
Cancer Cause and Prevention Research	HHS	93.393		123,597	138,317
Cancer Treatment Research	HHS	93.395		193,217	199,007
Cancer Biology Research	HHS	93.396		65,345	
Cancer Research Manpower	HHS	93.398		100,134	100,448
Heart and Vascular Diseases Research	HHS	93.837		196,091	213,964
Diabetes, Endocrinology and Metabolism Research	HHS	93.847			15,086
Kidney Diseases, Urology and Hematology Research	HHS	93.849		82,944	91,398
Allergy, Immunology and Transplantation Research	HHS	93.855		6,680	
Microbiology and Infectious Diseases Research	HHS	93.856		34,371	49,089
Biomedical Research and Research Training	HHS	93.859		405,977	328,459
Child Health and Human Development Extramural Research	HHS	93.865		283,008	92,622
Aging Research	HHS	93.866			35,824
Vision Research	HHS	93.867		227,449	151,585
Collection Analysis and Publication	USDA	N/A	43-3AEU-4-80004	50,569	12,270
Agricultural Trade and Policy Studies for NP	GSA	N/A	N/A	381,164	450,643
Analysis of US Trade and Farm Policy	TREAS	N/A	TC-02-003G	293,342	549,283
Assess Impacts of International Lake Levels	DOI	N/A	CA6000A0100	38,651	27,098
Weekly Late Blight Readings	USDA	N/A	43-3K84-1-1931	19	
Nutrient Management Zone Methods	USDA	N/A	00-52103-9652	43,796	
Demand for Wheat Protein in International Markets	USDA	N/A	43-3AEK-2-80117		6,479
Aircraft Lightning Simulator - Navy	DOT	N/A	N00421-99-M5175		1,064
Center for High Performance Computing	GSA	N/A	N/A	146,293	335,074
Center of Excellence for Microsensors and their Fabrication	DOD	N/A	H94003-06-2-0601	3,213,704	
Chameleon Network Technology Base Program	DOD	N/A	DMEA90-02-C0228		5,423
Conserving Integral Units of Chihuahuan Desert	DOD	N/A	DACA87-00-H0014		16,808
Conserving Integral Units of Chihuahuan Desert	DOD	N/A	AF018553P4G009	76,365	81,420
Conserving Integral Units of Chihuahuan Desert	DOD	N/A	F2E3CE512J701	68,225	
Development of Roadside Software	DOT	N/A	DTMC75-03C00013	1,338,958	1,282,441
Excellence in Microsensors Phase II	DOD	N/A	DMEA90-03-20303	32,906	4,276,079
Center of Excellence-Microsensors-III	DOD	N/A	H94003-04-20406	3,083,430	4,734,792
Leveraging Technology Investments	DOT	N/A	DTRS99-G-0008	903,469	
Hybrid Composites Reactive Non-Matrix	NASA	N/A	NNM04AA62G	116,796	67,387
Visiting Consultant Under Intergovernment Personnel Act	HHS	N/A	HHS-NIH		10,158
Management and Expansion of a Comprehensive Prairie	DOI	N/A	J1548050039	12,539	
Northern Plains - Pacific Freight Mobility Center	DOT	N/A	NDSU-005	202,812	
PPV Coating Systems Measurements	DOD	N/A	N68936-04-P0207		17,910
BAM-PPV Coating Systems ENM and SVET Measurements	DOD	N/A	N68936-05-P-0054	33,098	
Reliability Assessment of the Fail-Safe Leak Detection	NASA	N/A	PO4200126973	16,728	
Small Trailer Corrosion Prevention	DOD	N/A	W911NF-04-20029	365,558	84,621
Small Urban and Rural Transportation Center	DOT	N/A	ND-03-0034	114,109	
Synthesis and Characterization Ferromagnet	DOD	N/A	DMEA90-02-20218	185,793	343,020
Technology Base Center of Excellence - Chameleon	DOD	N/A	H94003-05-2-0506	1,390,048	
Technology Base Center of Excellence - Chameleon II	DOD	N/A	DMEA90-03-20302		952,519
Technology Base Center of Excellence - Chameleon III	DOD	N/A	H94003-04-2-405	609,947	1,541,944
Virtual Archival Storage Terminal	GSA	N/A	PX0000232		24,488

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Pass Through Non-State Entity:					
Agriculture Research - Basic and Applied Research - University of Illinois at Chicago	USDA	10.001	03-224	4,294	2,046
Agriculture Research - Basic and Applied Research - Colorado State University	USDA	10.001	58-5442-3-273		2,845
Agriculture Research - Basic and Applied Research - Colorado State University	USDA	10.001	G-2000-1	5,900	
Grants for Agricultural Research, Special Research Grants - South Dakota State University	USDA	10.200	473962	95,307	14,925
Grants for Agricultural Research, Special Research Grants - South Dakota State University	USDA	10.200	483824	24,967	23,788
Grants for Agricultural Research, Special Research Grants - South Dakota State University	USDA	10.200	483825	25,548	38,680
Grants for Agricultural Research, Special Research Grants - South Dakota State University	USDA	10.200	483826	34,773	34,310
Grants for Agricultural Research, Special Research Grants - South Dakota State University	USDA	10.200	483850	4,420	27,241
Grants for Agricultural Research, Special Research Grants - South Dakota State University	USDA	10.200	483851	3,483	25,911
Grants for Agricultural Research, Special Research Grants - University of Nebraska-Lincoln	USDA	10.200	25-6205-0034010		33,245
Grants for Agricultural Research, Special Research Grants - University of Nebraska-Lincoln	USDA	10.200	25-6205-0034020	2,998	15,429
Grants for Agricultural Research, Special Research Grants - University of Nebraska-Lincoln	USDA	10.200	25-6205-0040031	37,991	3,401
Grants for Agricultural Research, Special Research Grants - University of Nebraska-Lincoln	USDA	10.200	25-623050079003		3,941
Grants for Agricultural Research, Special Research Grants - University of Nebraska-Lincoln	USDA	10.200	25-6324-0025311		27,828
Grants for Agricultural Research, Special Research Grants - Iowa State University	USDA	10.200	416-43-83	19,246	
Grants for Agricultural Research, Special Research Grants - South Dakota State University	USDA	10.200	483811A	15,311	
Grants for Agricultural Research, Special Research Grants - South Dakota State University	USDA	10.200	483870A	51,937	75,479
Grants for Agricultural Research, Special Research Grants - Michigan State University	USDA	10.200	61-4064A		91,398
Grants for Agricultural Research, Special Research Grants - Michigan State University	USDA	10.200	61-4256L		9,954
Grants for Agricultural Research, Special Research Grants - University of Idaho	USDA	10.200	BAK462-NDSU(P0014150	162,016	
Grants for Agricultural Research, Special Research Grants - University of Idaho	USDA	10.200	BAK629-01		201
Grants for Agricultural Research, Special Research Grants - University of Idaho	USDA	10.200	BAK630-01	9,988	44,418
Grants for Agricultural Research, Special Research Grants - University of Idaho	USDA	10.200	BAK631ND	99,946	88,940
Grants for Agricultural Research, Special Research Grants - University of Idaho	USDA	10.200	BAK792-01		74
Grants for Agricultural Research, Special Research Grants - Oregon State University	USDA	10.200	C0299A-Q	22,711	
Grants for Agricultural Research, Special Research Grants - Montana State University	USDA	10.200	G107-06-W0731	5,753	
Grants for Agricultural Research, Special Research Grants - Montana State University	USDA	10.200	GC038-03-Z3004		4,635
Grants for Agricultural Research, Special Research Grants - Michigan State University	USDA	10.200	P02302	10,712	
Grants for Agricultural Research, Special Research Grants - University of Wisconsin	USDA	10.200	P645853	110,055	148,860
Grants for Agricultural Research, Special Research Grants - Michigan State University	USDA	10.200	PO10750	772	636
Grants for Agricultural Research, Special Research Grants - Michigan State University	USDA	10.200	PO183206, P0197362	13,717	3,783
Grants for Agricultural Research, Special Research Grants - University of California - Davis	USDA	10.200	SA6621		34,694
Grants for Agricultural Research, Special Research Grants - South Dakota State University	USDA	10.200	SDSU 483871	2,357	
Grants for Agricultural Research, Special Research Grants - South Dakota State University	USDA	10.200	SDSU473942		17,822
Grants for Agricultural Research - Competitive Research Grants- University of California - Davis	USDA	10.206	K016618-03	3,703	
Small Business Innovation Research - Meridian Environmental Technology, Inc.	USDA	10.212	2002-3361012427		28,902
1994 Institutions Research Program - Fort Berthold Community College	USDA	10.227	JB-004	31,391	1,950

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				2006	2005
1994 Institutions Research Program - Fort Berthold Community College	USDA	10.227	JB-2003	17,378	26,791
Initiative for Future Agriculture and Food Systems - University of California-Davis	USDA	10.302	00RA4654-ND		77,835
Initiative for Future Agriculture and Food Systems - Montana State University	USDA	10.302	G089-05-W0198		20,000
Initiative for Future Agriculture and Food Systems - Montana State University	USDA	10.302	GC024-02-Z2415		8,616
Initiative for Future Agriculture and Food Systems - Iowa State University	USDA	10.302	ISU#416-46-33		26,968
Initiative for Future Agriculture and Food Systems - South Dakota State University	USDA	10.302	SDSU483907		64,988
Integrated Programs - Iowa State University	USDA	10.303	416-23-02	12,254	
Integrated Programs - Michigan State University	USDA	10.303	61-4164E	185	23,561
Integrated Programs - Colorado State University	USDA	10.303	G-1401-1	433	90,846
Integrated Programs - Colorado State University	USDA	10.303	G-1418-1	101,660	10,346
Cooperative State Research, Education and Extension Service - National Future Farmers of America Organization	USDA	10.500	2002-45201-01530		1,552
Cooperative State Research, Education and Extension Service - North Carolina State University	USDA	10.500	2005-48642-03345	191	
Cooperative State Research, Education and Extension Service - University of Nebraska-Lincoln	USDA	10.500	25-6324-0025311	9,413	
Cooperative State Research, Education and Extension Service - Auburn University	USDA	10.500	N/A	26,634	111,895
Solid Waste Management Grants - University of Georgia	USDA	10.762	RD321-163/9823867	10,000	
Rural Economic Development Loans and Grants-Agricultural Innovation Center	USDA	10.854	N/A	112,284	675,976
Watershed Protection and Flood Prevention - Devils Lake Basin Joint Water Resource Board	USDA	10.904	N/A	143,452	30,898
Environmental Quality Incentives Program - The Rodale Institute	USDA	10.912	RI-100-219-ND	176	
Basic and Applied Scientific Research - Turtle Mountain Community College	DOD	12.300	N/A		1,990
Basic and Applied Scientific Research - University of Minnesota	DOD	12.300	R9106005101	186,883	
Basic, Applied and Advanced Research in Science and Engineering - University of Minnesota	DOD	12.630	R5186626202	64,692	85,066
State Wildlife Grants - Minnesota Department of Natural Resources	DOI	15.634	A61499	7,149	28,844
Aviation Education - University of Idaho	DOT	20.100	BAK462-NDSUP0014150	24,980	
University Transportation Centers Program - Bismarck-Mandan Metropolitan Planning Organization	DOT	20.701	N/A	9,510	16,069
University Transportation Centers Program - Fargo-Moorhead Metropolitan Council of Governments	DOT	20.701	N/A	14,695	25,365
University Transportation Centers Program - Grand Forks/East Grand Forks Metropolitan Planning Organization	DOT	20.701	N/A	23,103	8,119
Engineering Grants - Nanotek Instruments Incorporated	NSF	47.041	419578	4,522	28,870
Engineering Grants - University of Utah	NSF	47.041	2501146	32,712	
Engineering Grants - ITN Energy Systems Inc.	NSF	47.041	PO#041-0531		33,333
Engineering Grants - Dakota Technologies Incorporated	NSF	47.041	SC-NSF0238545	11,720	21,202
Engineering Grants - Dakota Technologies Incorporated	NSF	47.041	SC-NSF0321573		13,371
Education and Human Resources - Arizona State University	NSF	47.076	04-484	14,152	
Education and Human Resources - Tuskegee University	NSF	47.076	342-153002462112	318	16,311
Education and Human Resources - Oakland University	NSF	47.076	N/A	13,255	
Nonpoint Source Implementation Grants - Red River Regional Planning Council	EPA	66.460	05-329-03	666	17,462
Nonpoint Source Implementation Grants - Red River Regional Planning Council	EPA	66.460	06-258-03	18,126	
Nonpoint Source Implementation Grants - Red River Basin Commission	EPA	66.460	N/A	1,370	13,042
Consolidated Pesticide Enforcement Cooperative Agreements - Spirit Lake Tribe	EPA	66.700	N/A	12,407	13,520
Renewable Energy Research and Development - Consortium for Plant Biotech	DOE	81.087	GO12026214	1,761	
Fund for the Improvement of Education - Fargo Public Schools	ED	84.215	10012005	10,915	
Parental Assistance Centers - Pathfinders Services of North Dakota	ED	84.310	S310A970062		46
Food and Drug Administration-Research - Dakota Technologies	HHS	93.103	SC-R43FD-001613-01		3,782
Healthy Communities Access Program - Dakota Medical Foundation	HHS	93.252	N/A	2,562	19,004
Minority Biomedical Research Support - Turtle Mountain Community College	HHS	93.375	1 R25 GM6606401	14,009	46,626
Application of Cumulative Damage Theories to HCF Multiaxial Loadings - Aerospace Testing Alliance	DOD	N/A	ATA-05-31	18,603	31,078
Application of Cumulative Damage Theories to HCF Multiaxial Loadings, Phase II - Aerospace Testing Alliance	DOD	N/A	ATA-06-05	5,108	
Alternative Aerial Target Launching Systems - Analytical Services Incorporated	DOD	N/A	04-07-0048	2,338	24,622
Target Launcher Design/Coating - Applied Resources Incorporated	DOD	N/A	AR-0201-01		8,779
Fatigue Testing-New Composite - Composite Technology Development Inc	DOD	N/A	4207		5,881
Analyze Use of Traffic Conviction Data to Better Identify High Risk Motor Carriers - Computer Sciences Corporation	DOT	N/A	S8000024	56,962	86,491
Develop a Drive Safety History - Computer Sciences Corporation	DOT	N/A	S8000045	88,067	155,477
MSS Program FSA Sensor Development - Crane Aerospace and Electronics	DOD	N/A	D128167	14,935	

See accompanying notes to schedule

**STATE OF NORTH DAKOTA
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**For the Fiscal Years Ended June 30, 2006 and 2005
By State Agency**

STATE AGENCY FEDERAL PROGRAM OR CLUSTER TITLE	FEDERAL GRANTOR	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
NDSU Demonstration Product Development - Crane Aerospace and Electronics	DOD	N/A	D130628	105,398	
Microsensor Systems (MSS) Program - Crane Aerospace and Electronics	DOD	N/A	D129514	565,936	
Land Grant Network to ENH - Iowa State University	USDA	N/A	ISU#416-46-33	17,280	
Control of Cercospora Lea - Kansas State University	USDA	N/A	GC038-04-23343	2,500	
Single-Coat, Zero VOC, Non-skid - Luna Innovations Inc	DOD	N/A	861-NVY-2S	36,962	
Chromium-free Zero Voc Primer - Luna Innovations Inc	DOD	N/A	NVY-1S-2025/617		13,536
Single-Coat, Zero VOC, Non-skid - Luna Innovations Inc	DOD	N/A	NVY-IS-2026/620		10,578
IR-4 Zollinger - Michigan State University	USDA	N/A	PO117530	212	2,383
IR-4 Zollinger - Michigan State University	USDA	N/A	P02302		15,265
Chickpea: Economic Diversification - Montana State University	USDA	N/A	GC024-02-Z2415	8,841	
PHASE II Sensor Development for Chameleon Network Program - Paratek Microwave Inc	DOD	N/A	PO003647		75
Noise Reduction in MAD unit Magnetics and GPSS: Magnetics - Physcial Research	DOD	N/A	ONR010105	8,698	
Compass - Science Application International Corporation	DOT	N/A	4600006471	2,581	
Consortium to Address Social Economics - South Dakota State University	USDA	N/A	SDSU483907	22,624	
Ultrahydrophobic Coatings - Sea Shell Technologies, LLC	DOD	N/A	FA-9550-05-C-0079	29,957	
Microsensor Design and Development - Signal Technology Corporation	DOD	N/A	D119385		16,487
Investigation fo Thermoplastic - Sioux Manufacturing Corporation	DOD	N/A	PO 4387	2,371	
Bringing Genomics to Wheat Field - University of California-Davis	USDA	N/A	00RA4654-ND	7,733	
Geocronologic Support for the Evaluation of Long-Term Erosion Rates at Los Alamos National Laboratory Area G - University of California-LANL	USDA	N/A	03201-001-04	3,091	11,883
Center Nanomaterials/Nanodevices - University of California-Riverside	USDA	N/A	S-00074	567,866	581,469
Durable Coatings for Aircraft - University of Dayton Research Institute	DOD	N/A	RSC02050	1,139,835	708,558
<i>Total - Research and Development Cluster</i>				<u>\$ 45,798,558</u>	<u>\$ 46,253,298</u>
<i>TRIO Cluster:</i>					
Direct Programs:					
TRIO - Student Support Services	ED	84.042		\$ 433,558	\$ 374,280
TRIO - Upward Bound	ED	84.047		490,992	513,864
TRIO - McNair Post-Baccalaureate Achievement	ED	84.217		244,667	241,376
<i>Total - TRIO Cluster</i>				<u>\$ 1,169,217</u>	<u>\$ 1,129,520</u>
<i>Highway Planning and Construction Cluster:</i>					
Direct Programs:					
Highway Planning and Construction	DOT	20.205		\$ 134,681	\$ 11,817
<i>Total - Highway Planning and Construction Cluster</i>				<u>\$ 134,681</u>	<u>\$ 11,817</u>
Direct Programs:					
Conservation Reserve Program	USDA	10.069			\$ 44,972
Integrated Programs	USDA	10.303		\$ 125,058	52,672
Cooperative Extension Service	USDA	10.500		4,132,897	3,739,588
Cooperative Forestry Assistance	USDA	10.664		1,321,499	1,598,204
National Forest - Dependent Rural Communities	USDA	10.670		46,853	
Rural Development, Forestry, and Communities	USDA	10.672		102,568	127,177
Forest Land Enhancement Program	USDA	10.677		8,647	2,308
Rural Business Enterprise Grants	USDA	10.769		59,023	35,510
Distance Learning and Telemedicine Loans and Grants	USDA	10.855		461,571	
Soil and Water Conservation	USDA	10.902		140,384	290,818
Community Development Block Grants/Brownfields Economic Development Initiative	HUD	14.246		33,765	102,339
National Fire Plan - Wildland Urban Interface Community Fire Assistance	DOI	15.228		142,963	157,707
Fish, Wildlife and Plant Conservation Resource Management	DOI	15.231		14	
Water Reclamation and Reuse Program	DOI	15.504		27,446	39,376
Promotion of the Humanities - Research	ARTS	45.161			51,236
Promotion of the Humanities Research - Professional Development	ARTS	45.163		48,594	
Engineering Grants	NSF	47.041		52,490	
Computer and Information Science and Engineering	NSF	47.070		159,376	
Education and Human Resources	NSF	47.076		522,028	
Consolidated Pesticide Enforcement Cooperative Agreements	EPA	66.700		53,337	57,650
Fund for the Improvement of Postsecondary Education	ED	84.116		39,741	239,477
Child Care Access Means Parents in School	ED	84.335		34,769	
Telehealth Network Grants	HHS	93.211		260,857	369,721
Nurse Education, Practice and Retention Grants	HHS	93.359			8,400
National Center for Research Resources	HHS	93.389		139,978	
Retired and Senior Volunteer Program	CNCS	94.002		344,713	246,370

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STATE AGENCY FEDERAL PROGRAM OR CLUSTER TITLE	FEDERAL GRANTOR	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Air Force Uniform Commutation	DOD	N/A	N/A	60,067	64,016
AmeriCorps*VISTA	CNCS	N/A	03VSNND059	63,826	44,394
Analysis of Income Variability and Stability	USDA	N/A	43-3AEK-2-80109		2,053
HUD Interest Subsidy	HUD	N/A	N/A	24,408	24,408
Meeting Food Safety Needs Native American Youth	HHS	N/A	9BN55035		1,668
National Aeronautics and Space Administration Space Grant/ Land Grant	NASA	N/A	NAG13-2007	48,304	192,340
Teens Serving Food Safety	HHS	N/A	FDA02172004	2,000	1,000
Traffic Operations Roundtable	DOT	N/A	DTFH3805P000110000	1,698	
Veterans Affairs Processing Fee	VA	N/A	VA01241994	6,463	5,900
Veterans Affairs Processing Fee	VA	N/A	640000	1,703	
Pass Through Non-State Entity:					
Grants for Agricultural Research, Special Research Grants - South Dakota State University	USDA	10.200	483821	683	
Grants for Agricultural Research, Special Research Grants - University of Nebraska-Lincoln	USDA	10.200	25-6205-0040-050	38,012	
Grants for Agricultural Research, Special Research Grants - South Dakota State University	USDA	10.200	483870B	57,055	80,641
Sustainable Agriculture Research and Education - University of South Dakota	USDA	10.215	SARE120104	923	
Integrated Programs - North Dakota 4-H Foundation Incorporated	USDA	10.303	ND4H050105	1,500	
Homeland Security-Agricultural - Purdue University	USDA	10.304	598-0313-01	11,922	3,165
Homeland Security-Agricultural - Kansas State University	USDA	10.304	S03092	38,197	41,803
Cooperative State Research, Education and Extension Service - South Dakota State University	USDA	10.500	276375	11,717	23,150
Cooperative State Research, Education and Extension Service - South Dakota State University	USDA	10.500	482828	1,896	
Cooperative State Research, Education and Extension Service - National 4-H Council	USDA	10.500	200245201015282		5,793
Cooperative State Research, Education and Extension Service - University of Nebraska-Lincoln	USDA	10.500	25-6309-0022020	9,713	3,491
Cooperative State Research, Education and Extension Service - University of Nebraska-Lincoln	USDA	10.500	26-6365-0001-305	11,888	
Cooperative State Research, Education and Extension Service - University of Tennessee	USDA	10.500	AEX003319001.08	7,679	7,182
Cooperative State Research, Education and Extension Service - Auburn University	USDA	10.500	N/A	85,329	
Cooperative State Research, Education and Extension Service - Kansas State University	USDA	10.500	S05045	14,779	937
Cooperative State Research, Education and Extension Service - South Dakota State University	USDA	10.500	SDSU 482657	3,218	3,096
Hydrologic Research - Tri-College University	DOC	11.462	NA05NWS4621012	46,570	
Mathematical Sciences Grants Program - Association for Women in Mathematics	DOD	12.901	10052005	1,527	2,880
Community Development Block Grants/Brownfields Economic Development Initiative - Rural Economic Area Partnership Development Fund	HUD	14.246	10262005	7,341	7,500
Drug Control and System Improvement-Formula Grant - Clay County Joint Powers Collaborative	DOJ	16.579	0.316	9,023	16,634
Aerospace Education Services Program - Turtle Mountain Community College	NASA	43.001	NAG 9-1413	13,126	48,271
Promotion of the Humanities-Federal/State Partnership - North Dakota Humanities Council Incorporated	ARTS	45.129	02047		6,342
Promotion of the Humanities-Federal/State Partnership - North Dakota Humanities Council Incorporated	ARTS	45.129	5008	3,000	
Education and Human Resources - Tri-College University	NSF	47.076	10012004	53,332	
Education and Human Resources - Tri-College University	NSF	47.076	N/A	56,841	12,100
Nonpoint Source Implementation Grants - Dakota West Resource Conservation and Development	EPA	66.460	4142005	22,305	
Nonpoint Source Implementation Grants - Dakota West Resource Conservation and Development	EPA	66.460	12052005	67,131	
Nonpoint Source Implementation Grants - Red River Regional Planning Council	EPA	66.460	04-329-01		6
Nonpoint Source Implementation Grants - Red River Regional Planning Council	EPA	66.460	05-102-01		53,286
Nonpoint Source Implementation Grants - Red River Regional Planning Council	EPA	66.460	06-258-01	76,072	
Nonpoint Source Implementation Grants - Dakota West Resource Conservation and Development	EPA	66.460	N/A	38,513	41,366
Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance - National Association of State Universities and Land Grant Colleges	DOE	81.117	1182006	1,750	
Fund for the Improvement of Postsecondary Education - Tri-College University	ED	84.116	5312005	7,180	

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STATE AGENCY FEDERAL PROGRAM OR CLUSTER TITLE	FEDERAL GRANTOR	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Fund for the Improvement of Education - National Council on Economic Education	ED	84.215	TT-05-5063	6,504	
Twenty-First Century Community Learning Centers Program - Richland County School District	ED	84.287	N/A	50,263	47,590
Technology Innovation Challenge Grants - North Dakota Teaching With Technology	ED	84.303	NDETC06272005	125,000	
Parental Assistance Centers - Pathfinders Services of North Dakota	ED	84.310	S310A020101	179,849	168,844
Community Services Block Grant-Discretionary Awards - National Youth Sports Program	HHS	93.570	05-1091	63,595	58,185
Assistance Programs for Chronic Disease Prevention and Control - Ehrens Consulting	HHS	93.945	05-054	150	635
<i>Total - North Dakota State University</i>				<u>\$ 63,520,305</u>	<u>\$ 62,961,058</u>
PARKS AND RECREATION					
Direct Programs:					
Wildlife Habitat Incentive Program	USDA	10.914			\$ 13,193
Endangered Species Conservation	DOI	15.612		\$ 63,135	42,397
Challenge Cost Share	DOI	15.642			11,312
Outdoor Recreation - Acquisition, Development and Planning	DOI	15.916		587,937	763,587
Recreational Trails Program	DOT	20.219		465,100	483,314
Environmental Education Grants	EPA	66.951		6,412	2,332
<i>Total - Parks and Recreation</i>				<u>\$1,122,585</u>	<u>\$1,316,135</u>
PROTECTION AND ADVOCACY					
Direct Programs:					
Assistive Technology	ED	84.224			\$ 1,270,981
Program of Protection and Advocacy of Individual Rights	ED	84.240		\$ 200,817	159,478
Assistive Technology - State Grants for Protection and Advocacy	ED	84.343		42,825	45,176
Protection and Advocacy for Individuals with Mental Illness	HHS	93.138		445,837	390,162
Traumatic Brain Injury State Demonstration Grant Program	HHS	93.234		27,926	28,308
State Grants for Protection and Advocacy Services	HHS	93.267		26,504	22,074
Voting Access For Individuals with Disabilities-Grants for Protection and Advocacy Systems	HHS	93.618		27,717	31,165
Developmental Disabilities Basic Support and Advocacy Grants	HHS	93.630		400,988	335,960
Social Security State Grants for Work Incentives Assistance to Disabled Beneficiaries	SSA	96.009		100,098	95,111
<i>Total - Protection and Advocacy</i>				<u>\$ 1,272,712</u>	<u>\$ 2,378,415</u>
PUBLIC INSTRUCTION					
<i>Child Nutrition Cluster:</i>					
Direct Programs:					
School Breakfast Program	USDA	10.553		\$ 2,775,826	\$ 2,588,172
National School Lunch Program	USDA	10.555		12,049,130	11,645,379
Special Milk Program for Children	USDA	10.556		62,565	78,869
Summer Food Service Program for Children	USDA	10.559		461,515	511,924
<i>Total - Child Nutrition Cluster</i>				<u>\$ 15,349,036</u>	<u>\$ 14,824,344</u>
<i>Emergency Food Assistance Cluster:</i>					
Direct Programs:					
Emergency Food Assistance Program (Administrative Costs)	USDA	10.568		\$ 94,152	\$ 125,662
<i>Total - Emergency Food Assistance Cluster</i>				<u>\$ 94,152</u>	<u>\$ 125,662</u>
<i>Special Education Cluster:</i>					
Direct Programs:					
Special Education - Grants to States	ED	84.027		\$ 24,175,351	\$ 21,826,662
Special Education - Preschool Grants	ED	84.173		834,420	828,502
<i>Total - Special Education Cluster</i>				<u>\$ 25,009,771</u>	<u>\$ 22,655,164</u>
Direct Programs:					
Child and Adult Care Food Program	USDA	10.558		\$ 9,161,004	\$ 9,122,140
State Administrative Expenses for Child Nutrition	USDA	10.560		711,200	348,837

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				2006	2005
Commodity Supplemental Food Program	USDA	10.565		137,881	172,491
Food Distribution Program on Indian Reservations	USDA	10.567		843,782	940,533
Team Nutrition Grants	USDA	10.574		179,967	128,151
Adult Education - State Grant Program	ED	84.002		1,343,956	1,090,233
Title I Grants to Local Educational Agencies	ED	84.010		32,856,855	28,966,443
Migrant Education - State Grant Program	ED	84.011		465,589	340,782
Title I Program for Neglected and Delinquent Children	ED	84.013		34,143	63,110
Safe and Drug-Free Schools and Communities - National Programs	ED	84.184		14,996	156,178
Byrd Honors Scholarships	ED	84.185		81,750	79,500
Safe and Drug-Free Schools and Communities - State Grants	ED	84.186		1,713,055	1,843,686
Education for Homeless Children and Youth	ED	84.196		153,417	169,669
Even Start - State Educational Agencies	ED	84.213		946,790	983,884
Twenty-first Century Community Learning Centers	ED	84.287		4,175,254	3,860,362
State Grants for Innovative Programs	ED	84.298		1,174,938	1,599,939
Education Technology State Grants	ED	84.318		2,580,476	3,223,281
Special Education - State Personnel Development	ED	84.323		410,139	600,475
Special Education - Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities	ED	84.326		89,066	176,817
Comprehensive School Reform Demonstration	ED	84.332		836,910	597,173
School Renovation Grants	ED	84.352			212,600
Reading First State Grants	ED	84.357		3,092,201	2,188,704
Rural Education	ED	84.358		55,823	267
English Language Acquisition Grants	ED	84.365		576,992	619,617
Mathematics and Science Partnerships	ED	84.366		756,930	412,323
Improving Teacher Quality State Grants	ED	84.367		14,026,932	13,738,014
Grants for State Assessments and Related Activities	ED	84.369		3,978,175	2,902,924
Hurricane Education Recovery	ED	84.938		19,000	
Refugee and Entrant Assistance - Discretionary Grants	HHS	93.576		122,282	178,820
Cooperative Agreements to Support Comprehensive School Health Programs to Prevent the Spread of HIV and Other Important Health Problems	HHS	93.938		621,195	693,129
Learn and Serve America - School and Community Based Programs	CNCS	94.004		30,470	11,081
National Center for Education Statistics	ED	N/A	ED-03-CO-0050	162,125	106,735
Nonmonetary Assistance: Food Donation	USDA	10.550		6,799,335	7,011,885
<i>Total - Public Instruction</i>				<u>\$ 128,605,587</u>	<u>\$ 120,144,953</u>
PUBLIC SERVICE COMMISSIONER					
Direct Programs:					
Regulation of Surface Coal Mining and Surface Effects of Underground Coal Mining	DOI	15.250		\$ 516,262	\$ 485,572
Abandoned Mine Land Reclamation (AMLR) Program	DOI	15.252		1,403,686	1,778,135
Pipeline Safety	DOT	20.700		59,349	39,429
<i>Total - Public Service Commission</i>				<u>\$ 1,979,297</u>	<u>\$ 2,303,136</u>
SCHOOL FOR THE BLIND					
Direct Programs:					
American Printing House for the Blind	ED	N/A	N/A	\$ 70,822	\$ 67,176
<i>Total - School for the Blind</i>				<u>\$ 70,822</u>	<u>\$ 67,176</u>
SECRETARY OF STATE					
Direct Programs:					
Election Reform - Help America Vote Act of 2002	GSA	N/A	450309764	\$ 3,845,598	\$ 2,134,665
<i>Total - Secretary of State</i>				<u>\$ 3,845,598</u>	<u>\$ 2,134,665</u>
STATE COURTS					
Direct Programs:					
Drug Court Discretionary Grant Program	DOJ	16.585		\$ 37,448	\$ 63,126
State Court Improvement Program	HHS	93.586		164,021	52,588

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				2006	2005
Pass Through Non-State Entity:					
Juvenile Accountability Incentive Block Grants - Association of Counties	DOJ	16.523	JAIBG(S)-022		31,484
<i>Total - State Courts</i>				\$ 201,469	\$ 147,198
TAX COMMISSIONER					
Direct Programs:					
Joint Federal/State Motor Fuel Tax Compliance Project	DOT	N/A	TCP002 (001)		\$ 2,387
<i>Total - Tax Commissioner</i>				\$ -	\$ 2,387
TRANSPORTATION					
<i>Highway Planning and Construction Cluster:</i>					
Direct Programs:					
Highway Planning and Construction	DOT	20.205		\$ 260,545,115	\$ 216,551,051
<i>Total - Highway Planning and Construction Cluster</i>				\$ 260,545,115	\$ 216,551,051
<i>Federal Transit Cluster:</i>					
Direct Programs:					
Federal Transit - Capital Investment Grants	DOT	20.500		\$ 403,141	\$ 603,422
<i>Total - Federal Transit Cluster</i>				\$ 403,141	\$ 603,422
<i>Highway Safety Cluster:</i>					
Direct Programs:					
State and Community Highway Safety	DOT	20.600		\$ 1,384,122	\$ 5,730,775
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants	DOT	20.601		337,887	374,985
Federal Highway Safety Data Improvements Incentive Grants	DOT	20.603			294,048
Safety Incentive Grants for Use of Seatbelts	DOT	20.604		2,324	476,817
Safety Incentives to Prevent Operation of Motor Vehicles by Intoxicated Persons	DOT	20.605		248,440	406,184
<i>Total - Highway Safety Cluster</i>				\$ 1,972,773	\$ 7,282,809
Direct Programs:					
Highway Beautification-Control of Outdoor Advertising, and Control of Junkyards	DOT	20.214		\$152	\$ 272
Commercial Driver License State Programs	DOT	20.232		328,586	
Federal Transit - Metropolitan Planning Grants	DOT	20.505		1,504,572	1,483,277
Formula Grants for Other than Urbanized Areas	DOT	20.509		1,093,937	1,222,534
Capital Assistance Program for Elderly Persons and Persons with Disabilities	DOT	20.513		249,454	156,831
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	DOT	20.608		308,727	
Fatal Accident Reporting	DOT	N/A	DTNH22-92-Y-07044	13,953	
Hazard Elimination	DOT	N/A	164-HE	4,585,993	
Innovative Funds	DOT	N/A	157	76,795	
Safety Incentive	DOT	N/A	DTNH22-05-H-05218	76,880	
<i>Total - Transportation</i>				\$ 271,160,078	\$ 227,300,196
UNIVERSITY SYSTEM BOARD OFFICE					
Direct Programs:					
All-Volunteer Force Educational Assistance	VA	64.124		\$ 102,582	\$ 92,058
Leveraging Educational Assistance Partnership	ED	84.069		45,635	86,672
Improving Teacher Quality State Grants	ED	84.367		292,337	351,064
<i>Total - University System Board Office</i>				\$ 440,554	\$ 529,794
UNIVERSITY OF NORTH DAKOTA					
<i>Student Financial Aid Cluster:</i>					
Direct Programs:					
Federal Supplemental Educational Opportunity Grants	ED	84.007		\$ 793,146	\$ 815,546
Federal Work-Study Program	ED	84.033		1,052,139	1,057,185
Federal Perkins Loan Program - Federal Capital Contributions	ED	84.038		688,343	707,886

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STATE AGENCY FEDERAL PROGRAM OR CLUSTER TITLE	FEDERAL GRANTOR	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
Federal Pell Grant Program	ED	84.063		5,559,165	6,668,408
Health professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Students	HHS	93.342		14,828	70,118
Nursing Student Loans	HHS	93.364		14,040	7,840
Scholarships for Health Professions Students from Disadvantaged Backgrounds	HHS	93.925		48,553	
<i>Total - Student Financial Aid Cluster</i>				<u>\$ 8,170,214</u>	<u>\$ 9,326,983</u>
<i>Research and Development Cluster:</i>					
<i>Direct Programs:</i>					
Agricultural Research - Basic and Applied Research	USDA	10.001		\$ 2,281,498	\$ 2,526,640
Grants for Agricultural Research, Special Research Grants	USDA	10.200		645,176	666,419
National Rural Development Partnership	USDA	10.353		2,169	10,287
Forestry Research	USDA	10.652		146,342	
Resource Conservation and Development	USDA	10.901		871,686	1,571,277
Basic and Applied Scientific Research	DOD	12.300		24,740	81,753
Military Medical Research and Development	DOD	12.420		115,073	186,066
Basic Scientific Research	DOD	12.431		6,660	10,200
Basic, Applied, and Advanced Research in Science and Engineering	DOD	12.630			29,443
Cultural Resource Management	DOI	15.224		604	
Wildlife Conservation and Appreciation	DOI	15.617			9,636
North American Wetlands Conservation Fund	DOI	15.623		5,805	10,430
Challenge Cost Share	DOI	15.642		567	
U.S. Geological Survey - Research and Data Collection	DOI	15.808		29,994	6,687
Engineering Grants	NSF	47.041		108,637	305,013
Mathematical and Physical Sciences	NSF	47.049		449,864	195,631
Geosciences	NSF	47.050		199,801	145,099
Biological Sciences	NSF	47.074		513,132	525,257
Education and Human Resources	NSF	47.076		14,705	
Water Quality Cooperative Agreements	EPA	66.463		31,761	37,088
Environmental Protection - Consolidated Research	EPA	66.500			280,745
Office of Research and Development Consolidated Research/Training	EPA	66.511		834,860	971,231
Surveys, Studies, Investigations and Special Purpose Grants	EPA	66.606			2,309
Solid Waste Management Assistance Grants	EPA	66.808		14,067	18,733
Office of Science Financial Assistance Program	DOE	81.049		533,642	380,865
University Coal Research	DOE	81.057		110,387	72,572
Regional Biomass Energy Programs	DOE	81.079			300
Renewable Energy Research and Development	DOE	81.087		702,724	362,405
Fossil Energy Research and Development	DOE	81.089		9,282,173	8,405,492
Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance	DOE	81.117		164,010	272,850
Environmental Health	HHS	93.113		285,408	419,988
Rural Health Research Centers	HHS	93.155		79,123	60,627
Research Related to Deafness and Communication Disorders	HHS	93.173		51,830	56,741
Allied Health Special Projects	HHS	93.191		74,297	
Research on Healthcare Costs, Quality and Outcomes	HHS	93.226		5,338	
National Center on Sleep Disorders Research	HHS	93.233		131,103	64,282
Mental Health Research Grants	HHS	93.242		27,230	15,212
Alcohol Research Programs	HHS	93.273		413,201	285,967
Drug Abuse National Research Service Awards for Research Training	HHS	93.278			33,897
Drug Abuse and Addiction Research Programs	HHS	93.279		529,019	583,125
Centers for Disease Control and Prevention - Investigations and Technical Assistance	HHS	93.283		240,310	
National Center for Research Resources	HHS	93.389		6,002,437	4,802,098
Academic Research Enhancement Award	HHS	93.390		173,476	120,442
Cancer Detection and Diagnosis Research	HHS	93.394		443,337	335,569
Digestive Diseases and Nutrition Research	HHS	93.848		61	242,659
Kidney Diseases, Urology and Hematology Research	HHS	93.849		33,345	134,889
Extramural Research Programs in the Neurosciences and Neurological Disorders	HHS	93.853		210,477	141,440
Biological Basis Research in the Neurosciences	HHS	93.854			147,898
Microbiology and Infectious Diseases Research	HHS	93.856		274,563	663,877
Biomedical Research and Research Training	HHS	93.859		399,471	270,916
Child Health and Human Development Extramural Research	HHS	93.865		143,626	35,723
Aging Research	HHS	93.866		295,106	217,647
Vision Research	HHS	93.867			141,002
Specially Selected Health Projects	HHS	93.888		3,977	102,229
2004 Evaluation Site 32MZ1353 McKenzie County	USDA	N/A	04PA11011807026	14,564	25,386

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				2006	2005
Analysis of In Situ Observations of Cloud Microphysics from M-PAGE	DOE	N/A	DE-FG02-06ER64168	27,560	
Archeological Excavations At Site 32B1249, Billings County ND	USDA	N/A	05-CS-11011800-027	14,723	
Belle Fourche Survey	DOI	N/A	99FC601332		1,299
Chemical Contamination in Wood Buildings - Phase II	USDA	N/A	04JV11111120070	3,498	57,157
Development of a National Atlas	USDA	N/A	53-3187-5-6009		18,654
Dopaminergic Transmission Systems	DOD	N/A	DATM0502C1252	220,277	394,058
Ecology of Moose in the Northern Great Plains	DOI	N/A	04FC601912	14,682	12,262
Estimation Strategies for High Accuracy Orbit Updates	DOD	N/A	HQ0006-05-C-0012	36,554	8,798
Evaluation of Wood Framed Building Deconstruction	USDA	N/A	02JV11111135111		5,891
Exploration of Laminate Adhesives	USDA	N/A	04JV11111120075	4,150	10,235
Improve Wood Utilization and Performance	USDA	N/A	05-JV-11111120-102	51,560	
Integrated Demonstration of JP-8-Hydrogen Production and Use in Military Fuel Cell Electric Hybrid Vehicles	DOD	N/A	W9132T-05-2-0024	854,168	
Little Missouri Golden Eagle Project	USDA	N/A	01CS11011800059	20,183	31,838
Cloud Electric Field and Microphysics Studies	NASA	N/A	NAG10-283		2,232
Northern Great Plains Center of People and the Environment	NASA	N/A	NAG13-03024	26,224	919,882
Characterization of Asteroids	NASA	N/A	NAG5-13792		28,133
NASA EPSCOR	NASA	N/A	NCC5-582	119,489	114,704
Character of Near-Earth Objects	NASA	N/A	NNG04G117G	51,174	31,123
Characterization of Asteroid Surface Material	NASA	N/A	NNG04GJ86G	31,280	24,612
Polar Radar Measurements	NASA	N/A	NNG04GK07G		56,484
Near-Infrared Spectral Observations	NASA	N/A	NNG05GH01G	45,690	3,956
DC-8 Suborbital Education and Research Center	NASA	N/A	NNG05WC01A	3,106,324	41,592
Comparison of Cloud Fraction, Height/Temperature, and Microphysical Properties Between GISS SCM, NASA MODIS and DOE ARM SGP Data	NASA	N/A	NNG06GB59G	5,023	
GOES-8 Cloud Properties	NASA	N/A	NNL04AA11G	80,298	92,881
Validation of Cloud Properties	NASA	N/A	NNL04AA52G	16,915	23,853
Northern Great Plains Center for People and the Environment	NASA	N/A	NNS04AB42G	1,254,519	891,853
Northern Great Plains Center for People and the Environment	NASA	N/A	NNS06AA83G	745,309	
National Historic Preservation Act of 1966	DOI	N/A	00FC601382	47,740	134,922
Wild Pigs Impact - Pinnacles National Monument	DOI	N/A	CA6000A0100		22,571
Great Plains Cooperative Ecosystems Studies	DOI	N/A	CA6000A0100		4,433
Northern Leopard Frog Study	USDA	N/A	00CS11011800067		4,014
Review of State Regulations, Standards, and Practices Related to use of Coal Combustion Products Use	DOE	N/A	DE-AP26-05NT51864	471	
Terrestrial Vertebrate Diversity	USDA	N/A	00CS110118051	4,526	6,530
Pass Through Non-State Entity:					
Grants for Agricultural Research, Special Research Grants - University of California - Davis	USDA	10.200	SA6977	19,889	9,392
Grants for Agricultural Research, Special Research Grants - University of Wisconsin	USDA	10.200	443G435	50,216	101,801
Grants for Agricultural Research, Special Research Grants - University of Wisconsin	USDA	10.200	832G720	107,144	
Office of Oceanic and Atmospheric Research (OAR) Joint and Cooperative Institutes - University of Alaska-Fairbanks	DOC	11.432	UAF 04-0068	330	14,656
Historic Preservation Fund Grants-In-Aid - Fort Abraham Lincoln Foundation	DOI	15.904	N/A	13,643	21,745
Aviation Research Grants - University of Alaska-Fairbanks	DOT	20.108	S04-49347	11,163	17,558
Engineering Grants - Microbeam Technologies, Incorporated	NSF	47.041	N/A	63,138	111,156
Mathematical and Physical Sciences - University of Utah	NSF	47.049	2210096	12,324	16,272
Biological Sciences - Institute of Ecosystem Studies	NSF	47.074	2839/200311	6,730	16,281
Nonpoint Source Implementation Grants - Red River Regional Council	EPA	66.460	04-329-02		2,226
Nonpoint Source Implementation Grants - Red River Regional Council	EPA	66.460	05-102-02		12,086
Nonpoint Source Implementation Grants - Red River Regional Council	EPA	66.460	05-102-04	2,034	14,450
Nonpoint Source Implementation Grants - Red River Regional Council	EPA	66.460	06-258-05	12,599	
Nonpoint Source Implementation Grants - Red River Regional Council	EPA	66.460	N/A	10,320	
State Energy Program - Minnesota Department of Commerce	DOE	81.041	A72795		2,500
Office of Science Financial Assistance Program - EERGC Corporation	DOE	81.049	N/A	49,931	
University Coal Research - Blasch Precision Ceramics	DOE	81.057	05-10-036	18,639	1,291
Renewable Energy Research and Development - Basin Electric Power Cooperative	DOE	81.087	500842	59,643	
Fossil Energy Research and Development - Clemson University	DOE	81.089	CURFSUB#05-01-SR119	93,184	
Fossil Energy Research and Development - Electric Power Research Institute	DOE	81.089	DEFC2603NT41724	4,883	30,332
Fossil Energy Research and Development - Amended Silicates LLC	DOE	81.089	DEFC2604NT41988	158,753	8,886
Fossil Energy Research and Development - Great Plains Institute for Sustainable Energy	DOE	81.089	N/A	94,760	43,633

See accompanying notes to schedule

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				2006	2005
Fossil Energy Research and Development - New Mexico Institute of Mining and Technology	DOE	81.089	N/A	1,427	
Fossil Energy Research and Development - Ottertail Power Company	DOE	81.089	N/A	1	361
Fossil Energy Research and Development - West Virginia Research Corporation	DOE	81.089	PO # 50001223	18,698	74,272
Fossil Energy Research and Development - Alstom Inc.	DOE	81.089	PO #86114 KP	328,057	127,294
Health Disparities in Minority Health - University of South Dakota	HHS	93.100	USD-06-23	15,552	
Research on Healthcare Costs, Quality and Outcomes - University of Nebraska	HHS	93.226	N/A	23,805	
Mental Health Research Grants- University of Denver	HHS	93.242	RR01MH065431-01		20,331
Alcohol Research Programs - University of Illinois - Chicago	HHS	93.273	2-5-20768	22,857	17,917
Centers for Disease Control and Prevention - Investigations and Technical Assistance - Montana Department of Public Health and Human Services	HHS	93.283	N/A	64,302	
Heart and Vascular Diseases Research - University of Louisville	HHS	93.837	#03-0415	3,969	3,700
Extramural Research Programs in the Neurosciences and Neurological Disorders - Medical College of Wisconsin	HHS	93.853	Agreement	21,121	
Extramural Research Programs in the Neurosciences and Neurological Disorders - Medical College of Wisconsin	HHS	93.853	N/A	27,273	
Microbiology and Infectious Diseases Research - Diversa Corporation	HHS	93.856	1U01AI054815-01	314,756	252,312
Microbiology and Infectious Diseases Research - Colorado State University	HHS	93.856	G-4733-1	29,056	
Aging Research - University of Pennsylvania	HHS	93.866	SUB#537135	79,128	145,036
Specially Selected Health Projects - State of Montana	HHS	93.988	PO 04602388		73
UND Engineered Surfaces Center-Alion Science and Technologies Incorporated	DOD	N/A	SUB1174884RB	452,888	
Target Launching System Study - Applied Resources Incorporated	DOD	N/A	AR-0201-02	356	1,907
Wind to Hydrogent Pilot - Basin Electric Power Cooperative	DOE	N/A	500842		65,096
Proteomic Characterization of Nipple Aspirate Fluid - Battelle Pacific Northwest Laboratory	DOE	N/A	23722	67,939	
North Slope MPACE - Battelle Pacific Northwest Laboratory	DOE	N/A	#11612	671	270,057
Reservoir Geomechanics Model - Bethlehem Mines Corporation	DOE	N/A	22018	60,837	79,856
Gasification Assistance - Biomass Energy Solutions Incorporated	DOD	N/A	N/A	1,631	
BPC-PREC Ceramics Refr-PHIIBlasch Precision Ceramics	DOE	N/A	2004-0228	50,700	78,541
CM-DYNAM Plume Dilution Chamber - Carnegie Mellon University	DOE	N/A	1070008-155172	11,571	22,079
Ethanol as a Fuel for General Aviation - Embry-Riddle University	DOT	N/A	01-C-GA-ERAU	127,940	398,908
Remote Airport Landing Systems - Embry-Riddle University	DOT	N/A	61046-UND	26,514	
Literature Review on UAV Detect Dense and Avoid - Embry-Riddle University	DOT	N/A	61049-UND	6,821	
Helicopter Advanced Navigation Research Flight Training - Embry-Riddle University	DOT	N/A	61050-UND	101,271	
Analysis and Evaluation of Green LED Lights - Embry-Riddle University	DOT	N/A	ERAU PO#22723	5,678	18,629
Regulation Study on Commercial UAS Vehicle Design-Embry-Riddle University	DOT	N/A	N/A	23,315	
Joint Training Standards Development for General Aviation Aircraft - Embry-Riddle University	DOT	N/A	PO 101467	7,652	
FHRA-Fargo Res Energy Audit - Fargo Housing and Redevelopment Authority	HUD	N/A	N/A	9,869	
FLEX-MICROTURB Modular Biomass Power Systems - Flex Energy, INC.	DOE	N/A	DEAC3699GO10337		3,948
Coastal Precipitation Studies - Howard University	NASA	N/A	633661-005210	33,268	28,861
Wind Assessment and Feasibility Study - Mandaree Public Schools	DOE	N/A	N/A	13,947	
UTB-Material Test Fossil Energy - Martin Marietta Energy Systems	DOE	N/A	19X-SS112V-M15		87
MPQHF-DQMCS Support - Mountain Pacific Quality Health Foundation	HHS	N/A	N/A	172	88
Additional Testing of MSP's Particulate Separation System for Hg SCEMs - MSP Corporation	DOE	N/A	S-0003		3,976
Participation in New York Center for Studies - Rensselaer Polytechnic Institute	NASA	N/A	A11567	63,344	12,345
PWR-T2A-Interface Design Support - The Boeing Company	DOE	N/A	N/A	194,219	
Slurry Preparation - Tiax LLC	DOE	N/A	PO #800003		1
Flexcrete Feasibility - Turtle Mountain Band of Chippewa	HUD	N/A	2004-0083		1
Wind Monitoring - Turtle Mountain Community College	HUD	N/A	2004-0125	2,660	876
Southern Alaska Inerdistrict Study - University of Alaska-Fairbanks	NASA	N/A	UAF050014	3,803	
AHPCRC Meteorological Research 3 - University of Minnesota	DOD	N/A	Q5156057153		212,094
AHPCRC Meteorological Research 5 - University of Minnesota	DOD	N/A	Q5156057205	231,409	196,828
AHPCRC Meteorological Research 6 - University of Minnesota	DOD	N/A	Q515605756	180,137	
UTB-MAT Test Fossil Energy Systems - UT-Battelle LLC	DOE	N/A	4000028064	43,988	
<i>Total - Research and Development Cluster</i>				\$ 37,165,638	\$ 31,389,748

TRIO Cluster:

Direct Programs:

TRIO - Student Support Services	ED	84.042		\$ 316,491	\$ 297,887
TRIO - Talent Search	ED	84.044		421,055	434,457
TRIO - Upward Bound	ED	84.047		410,141	389,150
TRIO - Educational Opportunity Centers	ED	84.066		325,849	353,637
TRIO - McNair Post-Baccalaureate Achievement	ED	84.217		227,070	224,614

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STATE AGENCY FEDERAL PROGRAM OR CLUSTER TITLE	FEDERAL GRANTOR	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
<i>Total - TRIO Cluster</i>				\$ 1,700,606	\$ 1,699,745
<i>Homeland Security Cluster:</i>					
Pass Through Non-State Entity:					
State Domestic Preparedness Equipment Support Program - Grand Forks					
Emergency Management Office	DHS	97.004	1(2004 LETPP)	\$ 13,500	
<i>Total - Homeland Cluster</i>				\$ 13,500	\$ -
<i>Special Education Cluster:</i>					
Pass Through Non-State Entity:					
Special Education - Grants to States	ED	84.027	N/A		\$ 8,336
<i>Total - Special Education Cluster</i>				\$ -	\$ 8,336
Direct Programs:					
Higher Education Multicultural Scholars Program	USDA	10.220		\$ 9,891	\$ 9,066
Rural Business Enterprise Grants	USDA	10.769		6,935	67,945
Economic Development - Technical Assistance	DOC	11.303		184,857	126,991
Edward Byrne Memorial State and Local Law Enforcement Assistance					
Discretionary Grants Program	DOJ	16.580		169,495	45,298
Rural Domestic Violence and Child Victimization Enforcement Grant Program	DOJ	16.589			
Tribal Court Assistance Program	DOJ	16.608		883,452	1,667,393
Indian Country Alcohol and Drug Prevention	DOJ	16.616		63,043	16,992
Public Safety Partnership and Community Policing Grants	DOJ	16.710		19,802	19,979
Occupational Safety and Health - Susan Harwood Training Grants	DOL	17.502		89,030	83,061
Promotion of the Humanities - Research	ARTS	45.161		42,915	
Mathematical and Physical Sciences	NSF	47.049			11,706
Social, Behavioral, and Economic Sciences	NSF	47.075			9,414
Education and Human Resources	NSF	47.076			108,251
Small Business Administration	SBA	59.000		39,444	48,149
Small Business Development Center	SBA	59.037		499,267	544,579
Office of Science Financial Assistance Program	DOE	81.049		4,285	
Fund for the Improvement of Postsecondary Education	ED	84.116		21,004	108,863
Bilingual Education - Professional Development	ED	84.195		13,649	88,530
Graduate Assistance in Areas of National Need	ED	84.200		111,188	88,175
Preparing Tomorrow's Teachers to Use Technology	ED	84.342		546	57,026
Special Programs for the Aging - Title IV - and Title II - Discretionary Projects	HHS	93.048		284,846	421,702
Nurse Anesthetist Traineeships	HHS	93.124		9,138	6,493
Nursing Workforce Diversity	HHS	93.178		228,085	196,480
Allied Health Special Projects	HHS	93.191		181,163	163,470
Quentin N. Burdick Program for Rural Interdisciplinary Training	HHS	93.192		22,895	223,371
Tribal Self-Governance Program: Planning and Negotiation Cooperative					
Agreements and IHS Compacts/Funding Agreements	HHS	93.210		408,695	
Development and Coordination of Rural Health Services	HHS	93.223		773,574	917,270
State Rural Hospital Flexibility Program	HHS	93.241		757,248	804,885
Advanced Education Nursing Grant Program	HHS	93.247		471,647	463,307
Rural Access to Emergency Devices Grant	HHS	93.259		192,574	232,235
Centers for Disease Control and Prevention - Investigations and					
Technical Assistance	HHS	93.283		170,615	43,829
Small Rural Hospital Improvement Grant Program	HHS	93.301		352,856	231,445
Advanced Education Nursing Traineeships	HHS	93.358		37,019	35,098
National Center for Research Resources	HHS	93.389		113,586	
Health Careers Opportunity Program	HHS	93.822		417,714	397,638
Biomedical Research and Research Training	HHS	93.859		91,751	
Medical Library Assistance	HHS	93.879			1,767
Grants for Training in Primary Care Medicine and Dentistry	HHS	93.884		307,378	313,977
Health Care and Other Facilities	HHS	93.887		136,723	695,114
Specially Selected Health Projects	HHS	93.888		707,844	1,008,283
Rural Health Care Services Outreach and Rural Health Network					
Development Program	HHS	93.912			1,518
Grants to States for Operation of Offices of Rural Health	HHS	93.913		173,555	200,060
Geriatric Education Centers	HHS	93.969		289,522	
Health Professions Recruitment Program for Indians	HHS	93.970		835,248	1,124,684
Academic Administrative Units in Primary Care	HHS	93.984			54,977
Bioterrorism Training and Curriculum Development Program	HHS	93.996		629,855	910,473
Volunteers in Service to America	CNCS	94.013		57,700	48,954
Center for Rural Service Delivery	GSA	N/A	GS00T06ACP2043	3,759	
Educational Service Agreement	DOD	N/A	DADA10-98-H0193	39,960	18,326

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				2006	2005
Educational Service Agreement	DOD	N/A	N00140-98-G2501	51,419	47,560
Educational Service Agreement	DOD	N/A	F33600-99-A0080	6,659	
Government Rural Outreach Initiative	GSA	N/A	N/A	356,258	13,795
Graduate Student Research Program	NASA	N/A	NNG04GL43H		24,000
GRO Initiative Phase II	GSA	N/A	N/A	549,196	810,987
Health Information Technical Grant	GSA	N/A	N/A	165	285,294
Health Information Technical Grant Phase 2	GSA	N/A	N/A	17,693	65,697
Interest Subsidy Grant	HUD	N/A	DEN-028	16,404	16,404
North Dakota Space Grant Consortium	NASA	N/A	NNG5GJ56H	433,522	
Remote Sensing of Snow	NASA	N/A	NNG04GQ08H	24,800	17,529
Residents Rotations	VA	N/A	N/A	571,155	347,470
Snapshot of EPA Tribal Program: Significant Historical Events	EPA	N/A	N/A	27,297	
Space Grant	NASA	N/A	NGT5-40117	43,461	320,291
Surface Transportation Weather Conference	DOT	N/A	23 04 P73380003		1,680
Pass Through Non-State Entity:					
Grants to Encourage Arrest Policies and Enforcement of Protection Orders - North Dakota Council on Abused Victims	DOJ	16.590	N/A	11,197	6,876
Indian Country Alcohol and Drug Prevention - Fox Valley Technical College	DOJ	16.616	N/A		28,935
Promotion of the Humanities - Federal/State Partnership - North Dakota Humanities Council, Inc.	ARTS	45.129	2051		2,320
Fund for the Improvement of Postsecondary Education - University of Texas - Austin	ED	84.116	71507-3	7,346	22,126
Language Resource Centers - United Tribes Technical College	ED	84.229	B299B05005	24,715	
Twenty-First Century Community Learning Centers-Grand Forks Public Schools	ED	84.287	N/A	38	13,283
State Grants for Innovative Programs - University of California	ED	84.298	99-ND02	45,618	23,719
Aids Education and Training Centers - University of Colorado Health Sciences University	HHS	93.145	FY05.011.020	49,753	72,247
Rural Health Research Centers - University of Minnesota	HHS	93.155	S6656604101	137,146	72,068
Rural Health Research Centers - University of Nebraska Medical Center	HHS	93.155	34-5180-2007004	1,709	58,120
Consolidated Knowledge Development and Application (KD&A) Program - University of South Dakota	HHS	93.230	5 U01HD45935-02	12,140	61,636
Consolidated Knowledge Development and Application (KD&A) Program - University of South Dakota	HHS	93.230	N/A	20,416	39,479
Consolidated Knowledge Development and Application (KD&A) Program - University of South Dakota	HHS	93.230	U01 HD045935-01		25,693
Centers for Disease Control and Prevention - Investigations and Technical Assistance - University of South Dakota	HHS	93.283	N/A	22,203	177,403
Centers for Disease Control and Prevention - Investigations and Technical Assistance - University of South Dakota	HHS	93.283	USD ACCT#402630		52,449
Medical Library Assistance - University of Illinois - Chicago	HHS	93.879	NO1-LM-1-3513	8,694	12,853
Rural Health Care Services Outreach and Rural Health Network Development Program - Northland Healthcare Alliance	HHS	93.912	#1002	377	29,595
Preventive Health and Health Services Block Grant - National Network of Libraries	HHS	93.991	N0-LM-3513	15,849	
Teachers Training Teachers Program - American Council for International Education	DOS	N/A	N/A	21,704	
American Indian Health Website - Aspen Systems Corporation	HHS	N/A	N/A	23,027	1,859
Army Light Utility Helicopter Project - CAS, Inc	DOD	N/A	CAS SC325-05	49,892	
Center for Civic Education - Center for Civic Education	ED	N/A	N/A	9,076	
CGAR Website - Embry-Riddle University	DOT	N/A	01-C-ERAU-1E	23,286	15,193
Course Development for Qualification for Technically Advanced Aircraft - Embry-Riddle University	DOT	N/A	61041-UND	55,161	
Multiengine Refresher Vourse (FAA Inspectors) - Embry-Riddle University	DOT	N/A	DTFAC2-02-D-0037	108,753	17,079
ND Remote Sensing and GIS - National States Geographic Information Council	NSF	N/A	N/A		4,129
AHPCRC Summer Instruction for Undergraduates - Network Computing Services	DOD	N/A	N/A	38,820	53,403
Cooperative	ED	N/A	N/A	10,540	
Crop and Range Alert System - Raytheon	NASA	N/A	#3008859		258,137
United Tribes Special Education Program (UTSEP) - United Tribes Technical College	ED	N/A	N/A	143,345	47,954
Dakota's FAS Prevention - Year 3 - University of South Dakota	HHS	N/A	N/A	143,947	
<i>Total - University of North Dakota</i>				<u>\$ 59,986,492</u>	<u>\$ 57,088,849</u>

**STATE OF NORTH DAKOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Years Ended June 30, 2006 and 2005
By State Agency**

STATE AGENCY FEDERAL PROGRAM OR CLUSTER TITLE	FEDERAL GRANTOR	CFDA NUMBER	IDENTIFYING NUMBER	EXPENDITURES	
				2006	2005
VALLEY CITY STATE UNIVERSITY					
Student Financial Aid Cluster:					
Direct Programs:					
Federal Supplemental Educational Opportunity Grants	ED	84.007		\$ 74,478	\$ 74,942
Federal Work-Study Program	ED	84.033		74,230	74,233
Federal Perkins Loan Program - Federal Capital Contributions	ED	84.038			2,422
Federal Pell Grant Program	ED	84.063		692,273	800,922
Total - Student Financial Aid Cluster				\$ 840,981	\$ 952,519
Direct Programs:					
Computer and Information Science and Engineering	NSF	47.070		117,649	\$ 24,062
Higher Education - Institutional Aid	ED	84.031			37,957
Interest Subsidy Grant	HUD	N/A	DEN-032	23,714	23,714
Total - Valley City State University				\$ 982,344	\$ 1,038,252
VETERANS HOME					
Direct Programs:					
Veterans State Domiciliary Care	VA	64.014		\$ 735,395	\$ 774,486
Veterans State Nursing Home Care	VA	64.015		745,133	752,793
Total - Veterans Home				\$ 1,480,528	\$ 1,527,279
WATER COMMISSION					
Direct Programs:					
Water and Waste Disposal Systems for Rural Communities	USDA	10.760		\$ 92,487	\$ 1,554,978
Watershed Protection and Flood Prevention	USDA	10.904		352	31,914
Regional Wetland Program Development Grants	EPA	66.461		72,441	114,901
Community Assistance Program State Support Services Element (CAP-SSSE)	DHS	97.023		99,821	87,442
Flood Mitigation Assistance	DHS	97.029		97,360	
National Dam Safety Program	DHS	97.041		20,815	24,369
Cooperating Technical Partners	DHS	97.045		689,034	
Map Modernization Management Support	DHS	97.070		118,340	48,140
Weather Damage Modification Program	DOI	N/A	N/A	6,860	74,036
Pass Through Non-State Entity:					
Northwest Area Water Supply - Garrison Diversion Conservancy District	DOI	N/A	6-FC-60-00210	4,745,375	4,627,235
Total - State Water Commission				\$ 5,942,885	\$ 6,563,015
WILLISTON STATE COLLEGE					
Student Financial Aid Cluster:					
Direct Programs:					
Federal Supplemental Educational Opportunity Grants	ED	84.007		\$ 36,289	\$ 27,380
Federal Work-Study Program	ED	84.033		36,269	42,036
Federal Perkins Loan Program - Federal Capital Contributions	ED	84.038		29,434	16,008
Federal Pell Grant Program	ED	84.063		1,053,610	1,291,904
Total - Student Financial Aid Cluster				\$ 1,155,602	\$ 1,377,328
Total - Williston State College				\$ 1,155,602	\$ 1,377,328
TOTAL EXPENDITURES OF FEDERAL AWARDS				\$ 1,233,023,417	\$ 1,187,842,435

**STATE OF NORTH DAKOTA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

For the Fiscal Years Ended June 30, 2006 and 2005

NOTE 1. PURPOSE OF THE SCHEDULE

The Schedule of Expenditures of Federal Awards (Schedule) is a supplementary schedule to the State's basic financial statements (BFS) and is presented for the purposes of additional analysis. The Schedule is required by Office of Management and Budget (OMB) Circular A-133, *Audits of State and Local Governments, and Non-Profit Organizations*.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

Federal Financial Assistance – Pursuant to the Single Audit Act of 1984 (Public Law 98-502), the Single Audit Act Amendments of 1996 (Public Law 104-156), and OMB Circular A-133, federal financial assistance is defined as assistance provided by a federal agency, either directly or indirectly, that non-federal entities receive or administer, in the form of grants, contracts, cooperative agreements, loans, loan guarantees, property interest subsidies, insurance, or direct appropriations. Accordingly, nonmonetary federal assistance, including food commodities, food stamps, vaccines, and donated surplus property is included in federal financial assistance and, therefore, is reported on the Schedule. Federal financial assistance does not include direct federal cash assistance to individuals. Contracts between the state and federal government for which the federal government procures tangible goods or services are not considered to be federal financial assistance.

Catalog of Federal Domestic Assistance – OMB Circular A-133 requires the Schedule to show the total expenditures for each of the State's federal financial assistance programs as identified in the Catalog of Federal Domestic Assistance (CFDA). The CFDA is a government-wide compendium of individual federal programs. Federal financial assistance programs that have not been assigned a CFDA number are indicated with an "N/A."

Clusters of Programs – Closely related programs with different CFDA numbers that share common compliance requirements are to be considered a cluster of programs. The only program clusters presented on the Schedule are those mandated by OMB in the Circular A-133, *Compliance Supplement*.

B. Type A and Type B Programs

The Single Audit Act Amendments of 1996 and OMB Circular A-133 establish the levels of expenditures to be used in defining Type A and Type B federal financial assistance programs. Type A assistance programs for the State of North Dakota are those programs that exceeded \$6,599,948 in federal expenditures, distributions, or issuances for the two-year period ended June 30, 2006.

**STATE OF NORTH DAKOTA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

For the Fiscal Years Ended June 30, 2006 and 2005

C. Reporting Entity

The Schedule includes all federal financial assistance programs administered by those State departments and entities included in the State's Comprehensive Annual Financial Report, except the departments audited by Independent Public Accounting firms that file their own single audit with the federal clearinghouse. The departments not included in the Schedule are: Housing and Finance, Bank of North Dakota, Job Service North Dakota, Guaranteed Student Loan, Student Loan Trust, and Public Finance Authority.

D. Basis of Accounting

Federal financial assistance expenditures included in the Schedule are reported using the modified accrual basis of accounting, except for the following: colleges, universities, and enterprise entities reported expenditures on the accrual basis; the Department of Public Instruction, Division of Emergency Services, Office of the Governor, Secretary of State, Information Technology Department, State Library, Veterans' Home, Insurance Department, Department of Agriculture, State Historical Society, and Council on the Arts reported expenditures on the cash basis; and the Department of Human Services and the Health Department reported expenditures on the cash basis plus accrued payroll and accrued indirect costs.

Indirect Costs – The Schedule includes a portion of costs associated with general activities which are allocated to federal financial assistance programs under negotiated indirect cost rates or cost allocation plans.

Matching Costs – The Schedule does not include matching expenditures.

Nonmonetary Assistance – The Schedule contains values for several nonmonetary assistance programs. The Food Stamp program is presented at the dollar value of food stamp electronic benefit transfers authorized and used by recipients. The Commodities and Vaccine programs are presented at the federally assigned values of the products distributed by the state. The Surplus Property program is presented at the fair market value of property received. The fair market value was estimated to be 23.3% of the property's original federal acquisition value.

Loan and Loan Guarantee Programs – Information on federal loan and federal loan guarantee programs is included in the Notes to the Schedule instead of on the Schedule itself.

Federal Transactions Between State Entities – Some state entities transfer federal assistance to other state entities (i.e., a pass-through of funds by the primary recipient state entity to a subrecipient state entity). In this case, the expenditures are recognized by the primary state entity on the Schedule of Expenditures of Federal Awards. Purchases of services between state entities using federal moneys are reported as expenditures by the purchasing entity and as revenues for services rendered by the providing entity.

STATE OF NORTH DAKOTA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Fiscal Years Ended June 30, 2006 and 2005

NOTE 3. NONMONETARY ASSISTANCE INVENTORY

As described previously in Note 2, nonmonetary assistance is reported in the Schedule based on the amount disbursed. At June 30, 2006 and 2005, the inventory balances of nonmonetary assistance were as follows:

Nonmonetary Assistance	June 30, 2006	June 30, 2005
Food Commodities	\$ 2,200,535	\$ 2,392,502
Donated Surplus Property	882,669	1,028,424
Vaccines	529,698	508,313
Total Inventory Balance	<u>\$ 3,612,902</u>	<u>\$ 3,929,239</u>

NOTE 4. LOAN PROGRAMS

The state administers two loan programs with continuing compliance requirements other than Student Financial Aid. At June 30, 2006 and 2005, the amount of loans receivable for each loan program were as follows:

Loan Program	CFDA #	FY06	FY05
Community Development Block Grants/State's Program	14.228	\$ 11,492,349	\$ 11,889,611
HOME Investment Partnerships Program	14.239	2,027,276	2,057,439
Total Loans Receivable		<u>\$ 13,519,625</u>	<u>\$ 13,947,050</u>

NOTE 5. STUDENT FINANCIAL AID PROGRAMS

Expenditures reflected on the Schedule of Expenditures of Federal Awards for student financial assistance programs include refunds to grantors, administrative expenses, collection costs, litigation costs, provision for bad debts, etc.

Advances to students, loans receivable, and federal capital contributions for applicable loan programs for the fiscal years ended June 30, 2006 and 2005 are identified below:

Student Financial Aid Program	CFDA #	FY06	FY05
Loan Advances:			
Health Professions Student Loan Program including:			
Primary Care/Loans for Disadvantaged Students	93.342	\$ 68,444	\$ 54,135
Nursing Student Loan Program	93.364	535,292	658,166
Federal Perkins Loan Program	84.038	7,738,665	7,468,973
Total Loan Advances		<u>\$ 8,342,401</u>	<u>\$ 8,181,274</u>

STATE OF NORTH DAKOTA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Fiscal Years Ended June 30, 2006 and 2005

Loans Receivable:

Health Professions Student Loan Program including:

Primary Care/Loans for Disadvantaged Students	93.342	\$	668,614	\$	690,453
Nursing Student Loan Program	93.364		2,352,841		3,261,543
Federal Perkins Loan Program	84.038		38,105,286		37,591,781

Total Loans Receivable		\$	41,126,741	\$	41,543,777
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Federal Capital Contributions:

Nursing Student Loan Program	93.364	\$	-	\$	48,583
Federal Perkins Loan Program	84.038		-		364,120

Total Federal Capital Contributions		\$	-	\$	412,703
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Loan advances represent new loans made directly by the institution for the Perkins, nursing, and Health Professions loan programs. The colleges and universities are responsible for completing portions of the loan application, verifying student eligibility, filing enrollment verification reports, refunding money to lenders, and disbursing loan checks received from the lending institutions for Federal Family Education Loans.

Loans receivable are shown at gross and are derived from the financial records of the applicable college or university.

Federal capital contributions represent new federal funds received during the appropriate fiscal year and are derived from the financial records of the applicable college or university.

NOTE 6. SUBRECIPIENTS

State agencies administer a number of federal grants that in part or whole are provided to subrecipients. The amounts provided to subrecipients by state agencies are shown below by program title, federal agency, CFDA number, and year:

Program Title	Federal Agency	CFDA Number	2006	2005
Agricultural Research - Basic and Applied Research	USDA	10.001	\$ 82,315	\$ 34,696
Wildlife Services	USDA	10.028		130,619
Grants for Agricultural Research, Special Research Grants	USDA	10.200	375,779	497,989
Grants for Agricultural Research – Competitive Research Grants	USDA	10.206		4,821
Initiative for Future Agriculture and Food Systems	USDA	10.302	19,797	52,219
Cooperative Extension Service	USDA	10.500	1,933	1,039
Food Donation	USDA	10.550	6,799,335	7,011,885
School Breakfast Program	USDA	10.553	2,711,603	2,514,078

STATE OF NORTH DAKOTA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Fiscal Years Ended June 30, 2006 and 2005

National School Lunch Program	USDA	10.555	11,938,280	11,530,096
Special Milk Program for Children	USDA	10.556	62,565	78,869
Special Supplemental Nutrition Program for Women, Infants, and Children	USDA	10.557	2,513,862	2,490,413
Child and Adult Care Food Program	USDA	10.558	9,010,056	8,930,854
Summer Food Service Program for Children	USDA	10.559	388,263	464,750
Commodity Supplemental Food Program	USDA	10.565	78,772	74,270
Food Distribution Program on Indian Reservations	USDA	10.567	567,881	641,910
Emergency Food Assistance Program (Administrative Costs)	USDA	10.568	38,151	39,779
Team Nutrition Grants	USDA	10.574	62,250	29,350
Cooperative Forestry Assistance	USDA	10.664	325,551	573,496
National Forest - Dependent Rural Communities	USDA	10.670	1,242	
Rural Development, Forestry, and Communities	USDA	10.672	12,186	41,067
Resource Conservation and Development	USDA	10.901	31,096	65,653
Soil Survey	USDA	10.903	2,573	
Economic Development - Technical Assistance	DOC	11.303		43,000
Technology Opportunities Program	DOC	11.552	44,548	28,459
Basic and Applied Scientific Research	DOD	12.300	878,762	1,399
Military Medical Research and Development	DOD	12.420		8,463
Basic, Applied, and Advanced Research in Science and Engineering	DOD	12.630	321,583	111,108
Air Force Defense Research Sciences Program	DOD	12.800	176,353	265,206
Community Development Block Grants/State's Program	HUD	14.228	5,318,000	8,465,407
Emergency Shelter Grants Program	HUD	14.231	253,109	256,811
Supportive Housing Program	HUD	14.235	5,159	
Shelter Plus Care	HUD	14.238	258,000	263,201
HOME Investment Partnerships Program	HUD	14.239	1,886,897	2,351,014
National Fire Plan - Wildland Urban Interface				
Community Fire Assistance	DOI	15.228	115,965	141,578
Regulation of Surface Coal Mining and Surface Effects of Underground Coal Mining	DOI	15.250	3,226	2,308
Sport Fish Restoration	DOI	15.605	162,443	130,129
Wildlife Conservation and Appreciation	DOI	15.617	12,069	4,090
State Wildlife Grants	DOI	15.634	58,198	134,330
U.S. Geological Survey - Research and Data Collection	DOI	15.808	6,246	
National Cooperative Geologic Mapping Program	DOI	15.810	17,247	
Historic Preservation Fund Grants-In-Aid	DOI	15.904	120,209	111,992
Outdoor Recreation - Acquisition, Development and Planning	DOI	15.916	455,249	588,566
Prisoner Reentry Initiative Demonstration (Offender Reentry)	DOJ	16.202	299,807	433,805
Juvenile Accountability Incentive Block Grants	DOJ	16.523	557,559	324,300
Supervised Visitation, Safe Havens for Children	DOJ	16.527	355,547	262,070
Juvenile Justice and Delinquency Prevention - Allocation to States	DOJ	16.540	610,551	111,710

STATE OF NORTH DAKOTA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Fiscal Years Ended June 30, 2006 and 2005

Title V - Delinquency Prevention Program	DOJ	16.548	119,844	67,543
Part E - State Challenge Activities	DOJ	16.549	11,651	18,916
Crime Victim Assistance	DOJ	16.575	1,189,682	1,630,282
Crime Victim Compensation	DOJ	16.576	86,000	98,000
Edward Byrne Memorial Formula Grant Program	DOJ	16.579	864,606	1,112,683
Violence Against Women Formula Grants	DOJ	16.588	606,423	698,573
Grants to Encourage Arrest Policies and Enforcement of Protection Orders	DOJ	16.590	132,750	71,772
Local Law Enforcement Block Grant Program	DOJ	16.592	1,175	113,247
Tribal Court Assistance Program	DOJ	16.608	385,807	706,733
Community Prosecution and Project Safe Neighborhoods	DOJ	16.609	23,879	129,647
Edward Byrne Memorial Justice Assistance Grant Program	DOJ	16.738	220,970	
WIA Pilots, Demonstrations, and Research Projects	DOL	17.261	182,180	317,613
Mine Health and Safety Grants	DOL	17.600	48,076	58,557
Highway Planning and Construction	DOT	20.205	7,238,413	8,978,393
Recreational Trails Program	DOT	20.219	212,383	246,213
Federal Transit - Capital Investment Grants	DOT	20.500	403,141	604,513
Federal Transit - Metropolitan Planning Grants	DOT	20.505	1,498,053	1,477,605
Formula Grants for Other than Urbanized Areas	DOT	20.509	1,093,937	1,217,089
Capital Assistance Program for Elderly Persons and Persons with Disabilities	DOT	20.513	249,454	66,141
State and Community Highway Safety	DOT	20.600	820,195	746,105
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants	DOT	20.601	220,918	176,995
Federal Highway Safety Data Improvements Incentive Grants	DOT	20.603		39,168
Safety Incentive Grants for Use of Seatbelts	DOT	20.604	1,862	386,835
Safety Incentives to Prevent Operation of Motor Vehicles by Intoxicated Persons	DOT	20.605	149,921	366,183
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	DOT	20.608	236,882	
University Transportation Centers Program	DOT	20.701	372,236	380,484
Interagency Hazardous Materials Public Sector Training and Planning Grants	DOT	20.703	43,843	
Promotion of the Arts - Grants to Organizations and Individuals	NEA	45.024	8,000	5,000
Promotion of the Arts - Partnership Agreements	NEA	45.025	475,430	497,912
Promotion of the Arts - Leadership Initiatives	NEA	45.026	22,231	23,870
Grants To States	IMLS	45.310	60,077	92,942
Engineering Grants	NSF	47.041	60,223	31,072
Mathematical and Physical Sciences	NSF	47.049	58,410	11,706
Geosciences	NSF	47.050	2,263	
Computer and Information Science and Engineering	NSF	47.070	112,500	
Biological Sciences	NSF	47.074	364,238	799,986
Education and Human Resources	NSF	47.076	94,640	474,350

STATE OF NORTH DAKOTA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Fiscal Years Ended June 30, 2006 and 2005

Polar Programs	NSF	47.078		1,743
Small Business Development Center	SBA	59.037	128,774	148,538
State Underground Water Source Protection	EPA	66.433	99,600	
Surveys, Studies, Investigations, Demonstrations, and Training Grants and Cooperative Agreements - Section 104(b)(3) of the Clean Water Act	EPA	66.436	14,436	6,916
Water Quality Management Planning	EPA	66.454	17,770	18,934
Nonpoint Source Implementation Grants	EPA	66.460	3,665,338	3,998,995
Performance Partnership Grants	EPA	66.605	123,040	118,882
Surveys, Studies, Investigations and Special Purpose Grants	EPA	66.606	15,265	9,750
Superfund State, Political Subdivision, and Indian Tribe Site - Specific Cooperative Agreements	EPA	66.802	1,866,329	100,000
State Energy Program	DOE	81.041	157,560	247,901
Weatherization Assistance for Low-Income Persons	DOE	81.042	2,374,212	2,428,235
Renewable Energy Research and Development	DOE	81.087		20,000
Fossil Energy Research and Development	DOE	81.089	1,420,958	128,235
Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance	DOE	81.117	2,145	1,614
State Energy Program Special Projects	DOE	81.119	27,940	25,000
Adult Education - State Grant Program	ED	84.002	1,099,309	843,799
Title I Grants to Local Educational Agencies	ED	84.010	32,380,628	28,512,230
Migrant Education - State Grant Program	ED	84.011	378,558	236,976
Special Education - Grants to States	ED	84.027	22,327,537	20,744,106
Vocational Education - Basic Grants to States	ED	84.048	2,807,477	2,861,611
Leveraging Educational Assistance Partnership	ED	84.069	7,800	18,650
Fund for the Improvement of Postsecondary Education	ED	84.116		36,344
Rehabilitation Services - Vocational Rehabilitation Grants to States	ED	84.126	36,096	46,643
Independent Living - State Grants	ED	84.169	100,348	308,221
Special Education - Preschool Grants	ED	84.173	759,604	757,670
Special Education - Grants for Infants and Families with Disabilities	ED	84.181	74,501	67,328
Byrd Honors Scholarships	ED	84.185	81,750	79,500
Safe and Drug-Free Schools and Communities - State Grants	ED	84.186	2,007,097	2,358,891
Education for Homeless Children and Youth	ED	84.196	122,896	140,311
Even Start - State Educational Agencies	ED	84.213	801,697	881,369
Twenty-first Century Community Learning Centers	ED	84.287	4,107,412	3,803,349
State Grants for Innovative Programs	ED	84.298	948,423	1,382,840
Education Technology State Grants	ED	84.318	2,467,486	3,117,181
Special Education - State Personnel Development	ED	84.323	19,702	48,678
Comprehensive School Reform Demonstration	ED	84.332	792,296	551,419
Teacher Quality Enhancement Grants	ED	84.336	1,048,000	
Preparing Tomorrow's Teachers to Use Technology	ED	84.342		5,545

STATE OF NORTH DAKOTA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Fiscal Years Ended June 30, 2006 and 2005

School Renovation Grants	ED	84.352		212,601
Reading First State Grants	ED	84.357	2,625,860	1,838,934
Rural Education	ED	84.358	55,823	
English Language Acquisition Grants	ED	84.365	445,540	449,250
Mathematics and Science Partnerships	ED	84.366	196,991	181,314
Improving Teacher Quality State Grants	ED	84.367	13,561,901	13,398,600
Hurricane Education Recovery	ED	84.938	19,000	
Public Health and Social Services Emergency Fund	HHS	93.003	1,155,931	2,641,309
Special Programs for the Aging - Title III, Part D - Disease Prevention and Health Promotion Services	HHS	93.043	31,565	
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	HHS	93.044	31,917	
Alzheimer's Disease Demonstration Grants to States	HHS	93.051	113,006	
Maternal and Child Health Federal Consolidated Programs	HHS	93.110	42,737	155,993
Injury Prevention and Control Research and State and Community Based Programs	HHS	93.136	122,734	97,364
AIDS Education and Training Centers	HHS	93.145	48,575	26,425
Rural Health Research Centers	HHS	93.155		20,138
National Health Service Corps Loan Repayment Program	HHS	93.162	17,500	
Quentin N. Burdick Program for Rural Interdisciplinary Training	HHS	93.192		67,604
Telehealth Network Grants	HHS	93.211	252,417	242,619
Family Planning - Services	HHS	93.217	824,578	1,031,925
Development and Coordination of Rural Health Services	HHS	93.223	103,592	89,159
Abstinence Education Program	HHS	93.235	66,726	71,990
State Rural Hospital Flexibility Program	HHS	93.241	442,274	584,708
Immunization Grants	HHS	93.268	391,384	366,060
Immunization Grants (Vaccines)	HHS	93.268	4,838,170	4,253,945
Alcohol Research Programs	HHS	93.273		38,337
Drug Abuse and Addiction Research Programs	HHS	93.279	100,317	145,665
Centers for Disease Control and Prevention - Investigations and Technical Assistance	HHS	93.283	3,428,623	3,286,990
Small Rural Hospital Improvement Grant Program	HHS	93.301	344,917	108,522
National Center for Research Resources	HHS	93.389	550,049	307,855
Cancer Cause and Prevention Research	HHS	93.393	8,759	6,569
Promoting Safe and Stable Families	HHS	93.556	440,127	470,426
Temporary Assistance for Needy Families	HHS	93.558	1,764,253	1,555,749
Child Support Enforcement	HHS	93.563	467,698	425,506
Refugee and Entrant Assistance – State Administered Programs	HHS	93.566	381,120	271,109
Community Services Block Grant	HHS	93.569	2,896,600	2,959,637
Community Services Block Grant Formula and Discretionary Awards Community Food and Nutrition Programs	HHS	93.571	13,551	13,626
Child Care and Development Block Grant	HHS	93.575	994,682	880,346

STATE OF NORTH DAKOTA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Fiscal Years Ended June 30, 2006 and 2005

Refugee and Entrant Assistance – Discretionary Grants	HHS	93.576	148,149	193,273
Refugee and Entrant Assistance - Wilson/Fish Program	HHS	93.583	597,922	512,003
Refugee and Entrant Assistance – Targeted Assistance Grants	HHS	93.584	181,072	223,728
Community-Based Child Abuse Prevention Grants	HHS	93.590	78,447	104,814
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	HHS	93.596	303,906	300,179
Grants to States for Access and Visitation Programs	HHS	93.597	74,790	124,757
Adoption Incentive Payments	HHS	93.603		84,000
Developmental Disabilities Basic Support and Advocacy Grants	HHS	93.630	211,230	268,607
Developmental Disabilities Projects of National Significance	HHS	93.631	3,202	5,500
Children's Justice Grants to States	HHS	93.643	61,601	38,380
Child Welfare Services - State Grants	HHS	93.645	227,735	807,277
Foster Care - Title IV-E	HHS	93.658	2,512,372	2,480,755
Adoption Assistance	HHS	93.659	26,020	19,137
Social Services Block Grant	HHS	93.667	1,473,830	1,393,370
Child Abuse and Neglect State Grants	HHS	93.669	44,824	22,917
Family Violence Prevention and Services/Grants for Battered Women's Shelters - Grants to States and Indian Tribes	HHS	93.671	704,391	700,412
Chafee Foster Care Independence Program	HHS	93.674	200,818	306,357
State Children's Insurance Program	HHS	93.767	21,065	6,549
Medicaid Infrastructure Grants To Support the Competitive Employment of People with Disabilities	HHS	93.768	190,860	63,629
Medical Assistance Program	HHS	93.778	298,528	248,646
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	HHS	93.779	30,142	283,703
Health Careers Opportunity Program	HHS	93.822	99,201	151,769
Microbiology and Infectious Diseases Research	HHS	93.856	16,638	14,284
Biomedical Research and Research Training	HHS	93.859	14,697	53,487
Child Health and Human Development Extramural Research	HHS	93.865	70,514	
Grants to States for Operation of Offices of Rural Health	HHS	93.913	29,925	3,926
Cooperative Agreements to Support Comprehensive School Health Programs to Prevent the Spread of HIV and Other Important Health Problems	HHS	93.938	218,036	259,918
Assistance Programs for Chronic Disease Prevention and Control	HHS	93.945	31,260	33,947
Block Grants for Community Mental Health Services	HHS	93.958	142,723	163,913
Block Grants for Prevention and Treatment of Substance Abuse	HHS	93.959	2,785,265	2,696,245
Geriatric Education Centers	HHS	93.969	29,233	
Health Professions Recruitment Program for Indians	HHS	93.970	105,325	113,951
Preventive Health Services - Sexually Transmitted Diseases Control Grants	HHS	93.977	10,000	10,000

STATE OF NORTH DAKOTA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Fiscal Years Ended June 30, 2006 and 2005

Preventive Health and Health Services Block Grant	HHS	93.991	40,116	25,078
Maternal and Child Health Services Block Grant to the States	HHS	93.994	1,158,580	1,073,766
Bioterrorism Training and Curriculum Development Program	HHS	93.996	66,453	72,313
Learn and Serve America - School and Community Based Programs	CNCS	94.004	27,157	8,591
AmeriCorps	CNCS	94.006	406,080	267,713
State Domestic Preparedness Equipment Support Program	DHS	97.004	12,641,891	12,002,761
Flood Mitigation Assistance	DHS	97.029	94,573	
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	DHS	97.036	16,778,514	9,175,068
Hazard Mitigation Grant	DHS	97.039	866,535	2,151,651
Emergency Management Performance Grants	DHS	97.042	683,248	871,601
Pre-Disaster Mitigation	DHS	97.047	34,476	
Community Emergency Response Teams	DHS	97.054		111,578
Law Enforcement Terrorism Prevention Program (LETPP)	DHS	97.074	2,826,930	1,922,507
American Printing House for the Blind	ED	N/A	70,822	67,176
Center of Excellence for Microsensors and their Fabrication	DOD	N/A	1,444,559	
Chameleon Network Technology Base Program	DOD	N/A		5,414
Ethanol as a Fuel for General Aviation	DOT	N/A		139,134
Excellence in Microsensors Phase II	DOD	N/A		1,094,063
Excellence in Microsensors Phase II	DOD	N/A		1,347,000
Furnace Rebate Program	DOE	N/A	2,500	2,500
Governor's Ethanol Program	DOE	N/A	162,505	162,505
Grassland Team	DOI	N/A		11,958
Hazard Elimination	DOT	N/A	199,262	
Innovative Funds	DOT	N/A	71,876	
Integrated Demonstration of JP-8-Hydrogen Production and Use in Military Fuel Cell Electric Hybrid Vehicles	DOD	N/A	280,000	
Invasive Weed Control	DOI	N/A		8,855
NASA Space Grant/Land Grant Extension - Subcontract	NASA	N/A		19,879
Northern Great Plains Center for People and the Environment	NASA	N/A	394,293	2,583
Northern Plains - Pacific Freight Mobility Center	DOT	N/A	84,191	
Office of National Drug Control Policy – High Intensity Drug Trafficking Areas Program	DOJ	N/A	150,200	64,186
Crop and Range Alert System	NASA	N/A		22,700
Safety Incentive	DOT	N/A	63,349	
Social Security Reimbursement Funds	HHS	N/A	100,348	38,979
Technology Base Center of Excellence - Chameleon IIII	DOD	N/A		480,523
2005 Biomass Grant	DOE	N/A	6,875	
Totals			<u>\$ 233,767,465</u>	<u>\$ 223,966,845</u>

**STATE OF NORTH DAKOTA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**For the Fiscal Years Ended June 30, 2006 and 2005
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<u>STATE AGENCY</u>	<u>CFDA NUMBER</u>	<u>FEDERAL AGENCY</u>	<u>FINDING NUMBER</u>
Department of Health	10.557	USDA	06-1
Department of Health	10.557	USDA	06-2
Department of Health	10.557	USDA	06-3
Department of Health	10.557	USDA	06-4
Department of Human Services	93.778	HHS	06-5
Department of Human Services	93.778	HHS	06-6
Department of Human Services	93.778	HHS	06-7
Department of Human Services	Various	HHS	06-8
Department of Human Services	Various	HHS	06-9
Department of Human Services	93.558	HHS	06-10
Department of Human Services	93.558	HHS	06-11
Department of Human Services	93.558	HHS	06-12
Department of Human Services	93.959	HHS	06-13
Department of Human Services	84.126	ED	06-14
Department of Human Services	93.658	HHS	06-15
Department of Human Services	Various	HHS	06-16
Department of Human Services	Various	HHS	06-17
Department of Human Services	Various	HHS	06-18
Department of Public Instruction	10.550	USDA	06-19
Department of Public Instruction	84.287	ED	06-20
Department of Public Instruction	84.287	ED	06-21
Game and Fish Department	15.611	DOI	06-22
Highway Patrol	20.218	DOT	06-23
Highway Patrol	20.218	DOT	06-24
Highway Patrol	20.218	DOT	06-25
Highway Patrol	20.218	DOT	06-26
Historical Society	15.904	DOI	06-27
University of North Dakota	84.033	ED	06-28
University of North Dakota	Various	Various	06-29

**STATE OF NORTH DAKOTA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**For the Fiscal Years Ended June 30, 2006 and 2005
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University of North Dakota	16.608	DOJ	06-30
North Dakota State University	66.700	EPA	06-31
North Dakota State University	Various	Various	06-32
North Dakota State University	10.500	USDA	06-33
North Dakota State University	10.500	USDA	06-34
North Dakota University System	Various	Various	06-35
North Dakota State University/North Dakota State College of Science	Various	ED, HHS	06-36
North Dakota State College of Science	Various	ED	06-37
Dickinson State University	93.364	HHS	06-38
Mayville State University	93.600	HHS	06-39
Minot State University – Bottineau Campus	84.038	ED	06-40

**STATE OF NORTH DAKOTA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

**SECTION I
SUMMARY OF AUDITORS' RESULTS**

Financial Statements

Type of auditors' report issued:	Unqualified
Internal control over financial reporting:	
Material weakness(es) identified?	Yes
Reportable condition(s) identified that are not considered to be material weakness(es)?	Yes
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	Yes
Reportable condition(s) identified that are not considered to be material weakness(es)?	Yes
Type of auditors' report issued on compliance for major programs:	Qualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	Yes

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
10.500	Cooperative Extension Service
10.550	Food Donation
10.551/10.561	Food Stamp Cluster
10.553/10.555/10.556/ 10.559	Child Nutrition Cluster
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children
10.558	Child and Adult Care Food Program

**STATE OF NORTH DAKOTA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
12.401	National Guard Military Operations and Maintenance Projects
14.228	Community Development Block Grants/State's Program
15.605/15.611	Fish and Wildlife Cluster
16.608	Tribal Court Assistance Program
20.205	Highway Planning and Construction Cluster
20.218	National Motor Carrier Safety
20.600/20.601/20.603/ 20.604/20.605	Highway Safety Cluster
66.460	Nonpoint Source Implementation Grants
66.605	Performance Partnership Grants
84.048	Vocational Education – Basic Grants to States
84.126	Rehabilitation Services – Vocational Rehabilitation Grants to States
84.287	Twenty-First Century Learning Centers
84.369	Grants for State Assessments and Related Activities
93.558	Temporary Assistance for Needy Families
93.568	Low-Income Home Energy Assistance
93.575/93.596	Child Care Cluster
93.600	Head Start
93.658	Foster Care – Title IV-E
93.659	Adoption Assistance
93.767	State Children's Insurance Program
93.777/93.778	Medicaid Cluster
93.959	Block Grants for Prevention and Treatment of Substance Abuse
97.004	State Domestic Preparedness Equipment Support Program
97.036	Disaster Grants - Public Assistance (Presidentially Declared Disasters)
97.074	Law Enforcement Terrorism Prevention Program (LETPP)
84.007/84.033/84.038/ 84.063/93.342/93.364/ 93.925	Student Financial Aid Cluster

**STATE OF NORTH DAKOTA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
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R & D	Research and Development Cluster
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Dollar threshold used to distinguish between Type A and Type B programs: \$6,599,948

Auditee qualified as a low risk auditee? No

**STATE OF NORTH DAKOTA
SCHEDULE OF FINANCIAL STATEMENT FINDINGS**

For the Fiscal Years Ended June 30, 2006 and 2005

**SECTION II
FINANCIAL STATEMENT FINDINGS**

FINDING NUMBER: F05-1

LACK OF GENERAL LEDGER TRANSACTION APPROVAL PROCEDURES

The PeopleSoft general ledger lacks an approval function for journal entries. Until an online approval function is implemented, agencies are required to manually approve journal entries. We noted several agencies do not have proper approval procedures in place as they are not manually approving journal entries. Proper internal controls require the review and approval of all accounting transactions. Journal entries that are not reviewed and approved have a greater risk of errors or irregularities.

Recommendation:

The Office of Management and Budget needs to implement an online approval function for journal entries in the general ledger. Until then, they need to provide guidance to agencies for alternative approval procedures.

OMB Response:

OMB will implement General ledger Workflow functionality to comply with the recommendation.

FINDING NUMBER: F05-2

PEOPLESOFT ACCESS CONTROLS WEAKNESS

The security roles used by state agencies have a design flaw which results in a significant internal control weakness. As a result, people with the role to approve expenditure transactions also have the ability to initiate the same transactions. Proper internal control dictates that these two functions be separated. The current weakness increases the risk of improper payments being processed.

Recommendation:

The Office of Management and Budget should continue to develop proper security roles and implement them as soon as practical.

OMB Response:

We agree with the recommendation. OMB intends on doing an in-depth review of PeopleSoft Roles/Permission Lists to tighten up security access. We will incorporate the recommendation in our scope.

**STATE OF NORTH DAKOTA
SCHEDULE OF FINANCIAL STATEMENT FINDINGS**

For the Fiscal Years Ended June 30, 2006 and 2005

FINDING NUMBER: F05-3

LACK OF CASH ACCOUNT RECONCILIATION

Since the implementation of the PeopleSoft accounting system, the Office of the State Treasurer has not reconciled cash at the Bank of North Dakota to cash on PeopleSoft. Prior to that time, cash was reconciled on a daily basis. The Office of the State Treasurer was unable to reconcile cash due to PeopleSoft implementation issues. The Office of Management and Budget, along with the Office of the State Treasurer, completed a cash reconciliation as of June 30, 2005 that was used for the 2005 Comprehensive Annual Financial Report (CAFR). The cash reconciliation included an unreconcilable difference that was below the CAFR immateriality amount.

Proper internal controls require a cash reconciliation of the bank balance to the book balance. Without this reconciliation, errors and irregularities would go undetected.

Recommendation:

The Office of the State Treasurer should reconcile the cash balance per the PeopleSoft accounting system to the Bank of North Dakota balance on a daily basis.

Office of the State Treasurer's Response:

The Treasurer's Office agrees with the finding. Although the conversion to the State's new accounting system made it difficult to balance on a daily basis our office did continue to verify transactions to the bank statements and maintained additional data which aided in the completion of the final 6-30-05 reconciliation. Our agency will complete reconciliations between the bank balance and PeopleSoft on a daily basis.

FINDING NUMBER: F06-1 (F05-3 recommendation not implemented)

LACK OF CASH ACCOUNT RECONCILIATION

A daily bank reconciliation is a critical control for the State of North Dakota. Due in large part to implementation issues with the state's new accounting system, prior to June 30, 2006 the Office of State Treasurer was unable to perform a complete bank reconciliation for 21 months. This allowed accounting errors to go undetected, resulting in a prior period adjustment of approximately \$1.4 million recorded in the State's 2006 financial statements. The Office of State Treasurer began performing daily bank reconciliations on June 30, 2006. However, as of December 12, 2006, the Office of State Treasurer had only performed daily bank reconciliations through October 10, 2006.

Recommendation:

We recommend the Office of the State Treasurer timely reconcile the cash balance on the state's accounting system to the cash balance at the Bank of North Dakota on a daily basis.

**STATE OF NORTH DAKOTA
SCHEDULE OF FINANCIAL STATEMENT FINDINGS**

For the Fiscal Years Ended June 30, 2006 and 2005

Office of the State Treasurer's Response:

Throughout the conversion period and up to the present date of this report our agency has accounted for all transactions processed through the bank. All checks and ACH's transactions written and cleared from PeopleSoft, MMIS, Child Support, TANF and Foster Care have been accounted for on a daily basis.

The process of reconciling transactions back to PeopleSoft has been hampered by the lack of detail provided by the system. Examples include the following:

- *The lack of having a PeopleSoft check register that foots.*
- *The fact that the 9/30/04 ending balance on SAMIS was not the beginning balance on PeopleSoft on 10/1/04.*
- *The fund balance report did not include all funds until October 2006.*
- *Interagency billings processed through PeopleSoft create timing differences that effect cash for what is normally a non-cash transactions.*
- *The failure of the system to post Accounts payable and Accounts receivable transaction to the General Ledger on the same day they occur.*

Gaining an understanding of the intricacies of the system has been an evolutionary process for all state agencies. The difficulty in obtaining accurate and detailed information from the system has made reconciling to PeopleSoft very time consuming. This process continues to evolve and will continue into the future. Our agency has and will work diligently with the Office of Management and Budget to obtain the necessary information needed to complete a daily cash reconciliation in a timely manner.

FINDING NUMBER: F06-2 (F05-1 recommendation not implemented)

LACK OF GENERAL LEDGER TRANSACTION APPROVAL PROCEDURES

ConnectND does not have an online approval process for general ledger (GL) transactions. Further, the Office of Management and Budget has not implemented controls to ensure state agencies have manual approval procedures. Without proper approval, internal control is compromised. This increases the risk of errors and fraud to unacceptable levels. These GL transactions can affect both revenues and expenditures of the state's various funds.

Recommendation:

We recommend the Office of Management and Budget implement ConnectND online approval for General Ledger transactions or provide guidance and training to agencies for alternative approval procedures.

**STATE OF NORTH DAKOTA
SCHEDULE OF FINANCIAL STATEMENT FINDINGS**

For the Fiscal Years Ended June 30, 2006 and 2005

OMB Response:

OMB agrees with the recommendation and will implement General Ledger workflow in PeopleSoft.

FINDING NUMBER: F06-3

ACCOUNTS PAYABLE TRANSACTION APPROVAL

During the audit period more than 12,000 accounts payable (payment) transactions did not have evidence of approval. This is due to personnel using incorrect ConnectND procedures (navigation) and some individuals having the ability to initiate and approve the same transactions. Without documented independent approval of payments there is an unacceptable risk of errors and fraud.

Recommendation:

We recommend the Office of Management and Budget establish controls to ensure all payments are properly approved and that approval is documented.

OMB Response:

OMB has contacted the agencies/individuals who were using incorrect procedures to approve vouchers and were instructed on the proper way to do so. OMB has since developed a query to identify individuals who both initiate and approve the same transactions. We will run this query at least monthly and will contact those in violation of prescribed procedures.

FINDING NUMBER: F06-4

REPORTING OF FEDERAL FUND BALANCES

The state accounts for federal revenue and expenditures in a single fund called the federal fund. Since federal expenditures are offset by federal revenue, most state agencies' should report a zero fund balance in the federal fund. The Office of Management and Budget does not: 1) provide adequate guidance to state agencies, or 2) timely monitor federal fund balances reported by state agencies. Guidance related problems include the grants receivable closing package instructions. Relating to monitoring federal fund balances, large errors are often found late in the reporting process (for example, offsetting errors of over \$3 million and \$5 million were found late in the 2006 audit). These errors are usually the result of incorrect reporting of receivables and payables in the fund, not from drawing down excess federal revenue.

**STATE OF NORTH DAKOTA
SCHEDULE OF FINANCIAL STATEMENT FINDINGS**

For the Fiscal Years Ended June 30, 2006 and 2005

Recommendation:

To ensure proper reporting of the federal fund, we recommend the Office of Management and Budget provide better guidance to state agencies and timely monitor and investigate any significant federal fund balances.

OMB Response:

OMB will provide additional guidance to state agencies in the grants receivable closing package manual and will monitor federal fund balances earlier in the CAFR process in the future.

**STATE OF NORTH DAKOTA
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

**SECTION III
FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

HEALTH DEPARTMENT

Finding 06-1 CFDA #10.557 U.S. DEPARTMENT OF AGRICULTURE Food and Nutrition Service Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) Questioned Cost: \$0

With the implementation of the new WICnet system on January 1, 2006, the North Dakota Health Department has not done a “one-to-one” reconciliation of all redeemed food instruments that is to be performed within 150 days of the first valid date for participant use. The Bank of North Dakota has been working on a system to integrate with the WICnet system in order to do the one-to-one reconciliation and therefore has no longer been sending the data files.

The Code of Federal Regulations 7 CFR section 246.12(q) requires agencies to account for the disposition of all food instruments as either issued or voided, and as either redeemed or unredeemed. Redeemed food instruments must be identified as validly issued, lost, stolen, expired, duplicate, or not matching valid enrollment and issuance records. This process must be performed within 150 days of the first valid date for participant use of the food instruments. Without a “one-to-one” reconciliation, there is no way to determine whether each redeemed food instrument was validly issued and used or used after being lost, stolen, or voided. In addition, they would not know whether the food instruments were used outside of the programs valid use dates or used in duplicate.

Recommendation:

We recommend the ND Health Department work with Bank of North Dakota to get a system in place to perform a “one-to-one” reconciliation in order to determine if food instruments are either issued or voided, and are either redeemed or unredeemed.

Corrective Action Plan:

The Bank of North Dakota (BND) has been in the process of upgrading their banking system. And while they are nearing completion, they have suffered some setbacks in their anticipated timelines for completion. The delays affected the ability to fully test the link between WICnet (which contains the check issuance information) and the BND redemption report for the reconciliation. Beginning last April the redemption information was available from the BND, however, the positive pay system which populates the redemption report is currently being tested. The BND could not give us a firm date when this report would be available.

**STATE OF NORTH DAKOTA
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

Finding 06-2 CFDA #10.557 U.S. DEPARTMENT OF AGRICULTURE Food and Nutrition Service Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) Questioned Cost: \$0

The North Dakota Health Department did not complete monitoring reviews of each local agency at least once every two years. There were 4 out of the 26 local agencies that did not have a monitoring review completed.

The Code of Federal Regulations Chapter 7 Section 246.19(b)(3) states that "The State agency shall conduct monitoring reviews of each local agency at least once every two years. Such reviews shall include on-site reviews of a minimum of 20 percent of the clinics in each local agency or one clinic, whichever is greater."

Recommendation:

We recommend the North Dakota Department of Health conduct monitoring reviews at each local agency at least once every two years.

Corrective Action Plan:

The state staff is aware of the monitoring regulation as evidenced by the fact that this has never been a finding in our history. The 2005/2006 timeframe was unusual for us for two reasons: the unexpected death of one of our 3 WIC team members and the roll-out of a new state-of-the-art computer system, which stretched us beyond most reasonable limits. It is our intent to comply with the regulation as we continue to set up the two year local monitoring schedule, rotating the local site assignments between the 3 staff, and recording the visits on a log sheet as completed.

**STATE OF NORTH DAKOTA
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

Finding 06-3 CFDA #10.557 U.S. DEPARTMENT OF AGRICULTURE Food and Nutrition Service Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) Questioned Cost: \$0

The Health Department was unable to produce documentation to show that they had conducted the required number of compliance investigations.

The Health Department was not able to produce a list of all vendors in the state of North Dakota, nor were they able to produce a list of vendors with compliance investigations to determine if 5% of the vendors had a compliance investigation. Beginning in fiscal year 2005, the U.S. Department of Agriculture implemented a web-based TIP system to track all information on the vendors in the state of North Dakota. However, the Health Department was unable to produce a report from this system that listed all vendors or that listed the compliance investigations that had taken place.

7 CFR 246.12(j)(4)(i) states, "The State agency must conduct compliance investigations of a minimum of five percent of the number of vendors authorized by the State agency as of October 1 of each fiscal year.

Recommendation:

We recommend the Health Department properly document their compliance with 7 CFR 246.12(j)(4)(i).

Corrective Action Plan:

ND WIC is not the author of TIP nor do we have control over its design or its apparent shortcomings. We hope that the USDA recognizes the concern and is able to add additional functionality to the TIP web site so that report could be run on the state data to verify. It is our understanding that USDA is aware of the problems and is enhancing the system and has assured us that the report will be available for the FY07 report.

**STATE OF NORTH DAKOTA
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

Finding 06-4 CFDA #10.557 U.S. DEPARTMENT OF AGRICULTURE Food and Nutrition Service Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) Questioned Cost: \$0

Individuals who are not certified as a competent professional authority have access on the WICnet system to certify the nutritional risk of participants. Based on a sample of 20, there were 2 individuals with roles assigned to them that gave them access to certify nutritional risk even though they were not qualified to do so.

7 CFR 246.7(e) states, "To be certified as eligible for the Program, applicants who meet the Program's eligibility standards specified in paragraph (c) of this section must be determined to be at nutritional risk. A competent professional authority on the staff of the local agency shall determine if a person is at nutritional risk through a medical and/or nutritional assessment."

Recommendation:

We recommend that the Health Department limit access rights to the WICnet system to ensure that only competent professional authorities have the access to determine the nutritional risk of WIC applicants.

Corrective Action Plan:

WICnet is still in its infancy and as we have more time to operate the system in the field we continue to appreciate all it has to offer. When we established some business rules up front we were not able to consider all of the possibilities. All staff will be reviewed and based on their job responsibilities will be assigned the appropriate WICnet access rights.

DEPARTMENT OF HUMAN SERVICES

Finding 06-5 CFDA #93.778 U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES Centers for Medicare and Medicaid Services Medicaid Cluster Questioned Cost: \$225,230
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The Department of Human Services (DHS) made at least 2 incorrect payments to providers totaling \$225,230.

Due to a programming error in the Medicaid Management Information System (MMIS) providers were able to charge more than 1 unit of service for services that should only have one unit

**STATE OF NORTH DAKOTA
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

billed. In one instance we noted that as many as 705 units were billed and reimbursed. This resulted in incorrect reimbursements being made to providers.

OMB Circular A-87, Attachment A, paragraph C.2 requires expenditures to be necessary and reasonable for the performance and administration of the award.

Other payments of the same type as those found to be in error were not tested, but also have more than 1 unit of service and project to a possible total error in benefit payments of \$325,957.

Recommendation:

We recommend DHS implement controls over claims processed on MMIS to prevent incorrect payments.

Corrective Action Plan:

The majority of the questioned costs have been appropriately adjusted and the remaining amounts will be adjusted as necessary. A system change request has been submitted and providers will continue to receive training on proper completion of claim forms.

Finding 06-6

CFDA #93.778

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES

Centers for Medicare and Medicaid Services

Medicaid Cluster

Questioned Cost: Unknown

The Department of Human Services (DHS) did not maintain the required documentation within the Medicaid provider files of hospitals, pharmacies, clinics and nursing homes. Of the 35 Medicaid provider files reviewed, 21 files either did not contain the current license, W-9, or provider agreement.

To meet the requirements in the A-133 Compliance Supplement the department's State Plan (filed by DHS with the Federal government and subsequently approved by them) requires that all Medicaid providers must verify proper licensure to operate and have a signed copy of the provider agreement. Additionally, there needs to be a federal form W-9 to verify the provider's tax ID number.

These files have not been updated as the department has not implemented a policy to ensure that all information within the Medicaid provider files is kept current.

As files are not being kept current, the department runs the risk of paying an ineligible provider which would be a violation of federal law.

**STATE OF NORTH DAKOTA
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

Recommendation:

We recommend the Department of Human Services develop a policy and implement procedures to ensure that all applicable Medicaid provider files have current proof of licensure to operate, a signed copy of the provider agreement, and a copy of the federal form W-9.

Corrective Action Plan:

The Department will be re-enrolling all providers as part of the implementation of the new MMIS.

Finding 06-7

CFDA #93.778

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES

Centers for Medicare and Medicaid Services

Medicaid Cluster

Questioned Cost: Unknown

The Department of Human Services (DHS) did not conduct a risk analysis of the Medicaid system. DHS indicated that the review had not been done since state fiscal year 2002.

The A-133 Compliance Supplement requires that state agencies establish and maintain a program for conducting a periodic risk analysis on the existing Medicaid system and any additions/modifications to that system. State agencies shall review the system on a biennial basis and maintain reports on that review.

As the risk analysis has not been performed there is a possibility that appropriate, cost effective safeguards will not be incorporated into new and existing systems. Security over different areas of the system can also become compromised bringing into question the validity of the data contained within the system.

Recommendation:

We recommend the Department of Human Services conduct a risk analysis of the Medicaid system and any additions/modifications to that system every biennium and maintain documentation of the analysis for review.

**STATE OF NORTH DAKOTA
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

Corrective Action Plan:

The Department is currently developing a new Medicaid Management Information System, which is anticipated to be operational in July 2009. The Request for Proposal (RFP) for replacement was released on June 1, 2005. During development of the RFP an extensive review process was conducted and continues to be performed to develop and maintain various cost effective safeguards and risk analysis procedures within the existing and new system. Once the new MMIS is operational, a standardized report will be developed to document the periodic risk analysis review.

Finding 06-8

CFDA #93.575, 93.596

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES

Administration for Children and Families

Child Care Cluster

Questioned Cost: \$249

The Department of Human Services (DHS) has incorrectly calculated Child Care benefit payments, resulting in both overpayments and underpayments to clients for Child Care services. We tested 60 benefit payments and 6 were incorrect, a 10% error rate.

The Child Care Bureau of the Administration for Children and Families requires that payments for Child Care services be made on a sliding fee scale basis which takes into consideration the client's income and family size. Benefit payments are determined at the county level by eligibility workers, but DHS actually processes the Child Care payments.

The DHS Program Administrator of the Child Care Assistance Program created an Excel spreadsheet that automatically calculates the benefit payment amount using the information from the sliding fee schedule. This spreadsheet has been tested and works correctly to calculate benefit payments. However, all 6 errors were caused by input errors.

Three of the errors were income-related, where the income documentation received from the client did not match the income data that was entered onto the spreadsheet. These errors resulted in two underpayments and one overpayment. The other three errors resulted from incorrectly transferring data from the Child Care Billing Report onto the spreadsheet, such as provider type, the number of weeks the child was in the provider's care, and the number of hours being billed. These errors resulted in two underpayments and one overpayment. The net effect of all 6 errors was an overpayment of \$249.

The errors noted above, when projected against the entire population, project to a possible error in benefit payments of \$ 237,822.

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SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

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Recommendation:

We recommend the Department of Human Services notify eligibility workers of the proper procedures that must be followed when inputting data into the Excel Child Care spreadsheet and that DHS provide additional training in this area as needed.

Corrective Action Plan:

The Department will continue to sample and review county case files and train county eligibility workers on the proper procedures to follow when inputting data on the child care spreadsheet.

Finding 06-9

CFDA #93.575, 93.596

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES

Administration for Children and Families

Child Care Cluster

Questioned Cost: Unknown

The Department of Human Services did not have proper support regarding payroll charges to the Child Care Cluster.

The following errors were noted:

- One individual who worked solely on the Child Care Cluster did not have a signed certification on file for their first six-month period of employment. OMB Circular A-87, Attachment B, Section 8h(3) requires that signed certifications be prepared at least semi-annually for employees working solely on a single Federal award.
- Three individuals, whose salaries are charged to more than one Federal grant, maintained the appropriate personnel activity report or equivalent documentation as required by OMB Circular A-87, Attachment B, Section 8h(4), however the documentation was not signed by the employees, as required in Section 8h(5)(d) of the circular.
- Two individuals, whose salaries are charged to more than one Federal grant, are having a fixed percentage of their salary charged to the Child Care Cluster as determined by their job descriptions. OMB Circular A-87, Attachment B, Section 8h(5)(e) specifically states that distribution percentages determined before the services are performed do not qualify as support for charges to Federal awards. These individuals were properly maintaining the appropriate personnel activity report or equivalent documentation required by the circular, however, no adjustment was made to correct what percentage of their salary was charged to the Child Care Cluster.

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Recommendation:

We recommend the Department of Human Services follow the compensation policies established in OMB Circular A-87, Attachment B, Section 8 for all employees charging time to federal grants.

Corrective Action Plan:

The Department has developed additional procedures to ensure compliance with OMB Circular A-87.

Finding 06-10
CFDA #93.558
US DEPARTMENT OF HEALTH AND HUMAN SERVICES
Administration for Children and Families
Temporary Assistance for Needy Families

Questioned Cost: Unknown

The Department of Human Services (DHS) has incorrectly calculated TANF benefits. We noted three instances where the amount reported as income on the Income Eligibility and Verification System (IEVS) for Job Service was more than the amounts reported by the TANF recipients for a particular quarter and upon further review, it was discovered the amount self reported by the TANF recipient was incorrectly understated.

These errors were all the result of non-reported income by the TANF recipient. The errors resulted in questioned costs of an undetermined amount as the overpayment would depend on the month the non-reported income was received. DHS has the ability through the IEVS system to check Job Service North Dakota reported information for individuals and check these amounts against the amount of income reported by the client. In the above errors, DHS failed to perform this cross-check.

The OMB Circular A-133 Compliance Supplement states that each State shall participate in the IEVS. Specifically, the State is required to request and obtain information on Wage information from the State Wage Information Collection Agency (Job Service North Dakota) for all recipients on a quarterly basis. The State is required to review and compare information obtained against information contained in the case records to determine whether it affects the individual's eligibility or level of assistance.

Recommendation:

We recommend the Department of Human Services enforce the requirements that all workers check IEVS whenever it is updated and take the necessary steps to verify differences noted between Job Service and the TANF recipient reported income.

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Corrective Action Plan:

The Department does participate in IEVS and in each of the instances noted above the county eligibility worker acted promptly in response to the IEVS system alert. The audit has identified instances where the workers response was incomplete. The Department will address this with continued training and direction provided to the county workers.

Finding 06-11

CFDA #93.558

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES

Administration for Children and Families

Temporary Assistance for Needy Families

Questioned Cost: Unknown

The Department of Human Services (DHS) is not properly determining unemployment in Indian Country, nor are they properly identifying residence of TANF recipients in Indian Country to properly determine if a month should count towards the 60 month limit on TANF assistance.

Per review of the compliance supplement, any family who has received TANF funds for 60 months (whether or not consecutive) is ineligible for additional federally funded TANF assistance, unless extended on the basis of hardship.

In determining the number of months for which the household has received assistance, the State must not count any months during which the family received the assistance while living in Indian country with a 50 percent unemployment rate.

The federal definition of Indian country, as provided by section 1151 of title 18, United States Code, includes all land within the external limits of any Indian reservation, all dependent Indian communities, and all Indian allotments which have not been extinguished.

DHS's definition of Indian country is any county that includes Indian reservation lands and a significant Indian population. Indian Country for the Turtle Mountain Reservation is all of Rolette County, according to the DHS definition. Therefore, it is possible that an individual living in the city of Dunseith, which is not "Indian country" as defined by the federal definition, would not have their TANF payments limited to 60 months – as DHS considers all of Rolette County to be exempt based on unemployment data.

The unemployment data received from Job Service to determine if the 50 percent unemployment level is met is calculated incorrectly. Job Service is considering only the Native American population of the entire county when determining the unemployment rate (NDCC § 50-09-29(1)(o)).

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In reality the 50 percent unemployment level is to be determined based on all individuals living in Indian country, regardless of race and the information is to be gathered only on land meeting the federal definition of Indian Country. In Rolette County this should be only reservation and allotted lands. While the example given is Rolette County, the unemployment data methodology, and the designation of residence is out of compliance with federal rules on the four reservations in the state. In addition, DHS can give no assurance that months of assistance have been properly counted for TANF families potentially living on lands in Sargent or Richland Counties that are part of the Lake Traverse Indian Reservation that is primarily in South Dakota.

Recommendation:

We recommend DHS develop procedures which will enable them to correctly comply with the federal guidelines. This will include working with Job Service North Dakota when determining the unemployment rates on Indian country and developing procedures to determine which individuals are residing in Indian country within any areas where the unemployment rate for the Indian country is determined to be over 50 percent.

Corrective Action Plan:

North Dakota systematically complies, and complied throughout the fiscal years ended June 30, 2006 and 2005, with the federal requirement at 42 U.S.C. § 608(a)(7) limiting to 60 months the time an adult may receive TANF assistance, and providing exceptions:

- *North Dakota limits the Indian country exception to residents of "Indian country" as defined in N. D. Admin. Code § 75-02-01.2-35.1(4)(b), an administrative rule with the force and effect of law, identically to the definition at 18 U.S.C. § 1151, as referenced in 42 U.S.C. § 608(a)(7)(D)(ii);*
- *North Dakota amended its TANF State plan on October 1, 2006, to conform to the requirements of N. D. Admin. Code § 75-02-01.2-35.1; and*
- *North Dakota determines levels of unemployment in Indian country using data consistent with the requirements of 42 U.S.C. § 608(a)(7)(D)(i) and 45 CFR § 264.1, the applicable federal statute and regulation.*
- *Upon receipt of the related finding in the SFY 2003 and 2004 Single Audit, North Dakota began reviewing all Rolette County TANF cases to verify accurate TANF lifetime limit count months.*

Auditor Rebuttal:

The department contends that they systematically complied with the 60 month limitation on TANF benefits. This is only true in areas that are not considered Indian country, and Indian country is what this recommendation pertains to. Throughout the 2006, 2005 audit period, DHS continued to define Indian country in a manner that was not consistent with the federal definition in 18 USC 1151 as noted by the fact that their state plan was not amended until October 2006. The review of the Rolette County TANF cases was not complete until after the audit period. Further, the review of TANF cases in Rolette County only addresses a portion of the matter as our finding states that particular county as an example, but the condition could exist on any

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reservation that falls within the state. In a letter from the U.S. Department of Health and Human Services dated September 15, 2006 the department was notified that reasonable cause was granted for that one occasion, however the letter also states that the department has been misapplying the exemption requirement on a continuous basis. Therefore we stand by our recommendation.

Finding 06-12

CFDA #93.558

US DEPARTMENT OF HEALTH AND HUMAN SERVICES

Administration for Children and Families

Temporary Assistance for Needy Families

Questioned Cost: \$197,713

The Department of Human Services (DHS) failed to properly sanction individuals receiving TANF benefits based on their non-cooperative status with the Child Support Enforcement division.

The OMB Circular A-133 Compliance Supplement states that if the Child Support Enforcement division determines that an individual is non-cooperative with the State in establishing paternity, or in establishing, modifying or enforcing a support order with respect to a child of the individual, and reports that information to the State agency responsible for TANF, the State TANF agency must sanction the individual.

Per review of DHS policy 400-17-20-20, "If Child Support Enforcement notifies the county social service office of the custodian's failure to cooperate; the latter must use this information when determining the custodian's eligibility for assistance. The custodian who refuses to cooperate with Child Support Enforcement is ineligible to receive TANF. The sanction may progress to the entire household if the custodian continues his or her refusal to cooperate."

Based on our testing of non-cooperative case reports provided by Child Support Enforcement, we noted 57 cases where sanctions were not properly imposed. Improper benefit payments totaling \$197,713 were made.

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Recommendation:

We recommend Department of Human Services enforce the requirement that all individuals not cooperating with Title IV-D (child support) who are receiving TANF benefits are properly sanctioned.

Corrective Action Plan:

The Department respectfully disagrees with the questioned costs noted above as the failure to impose a sanction in every case is not an improper payment. The Department has been in compliance with 42 USC 608(a)(2), and continues to improve and enhance procedures and provide training and guidance to the county eligibility workers.

The Department respectfully disagrees with the questioned costs for the following reasons:

- Federal guidance provided to the Department by the Administration for Children and Families stated that no federal statute, regulation, or written policy of the federal agency, requires that a sanction be imposed within any specific time after the State IV-D agency notifies the State IV-A agency that an individual is not cooperating.*
- The costs in question may not take into account all applicable sections of the Department's policy manual involving sanctions.*

Auditor Rebuttal:

As our finding states, there were 57 cases where sanctions were not imposed when they should have been and agency personnel did not produce evidence of good cause for these cases. While the federal regulations do not set a time frame for imposing sanctions, the average length of time from when the custodial parent was noted as non-cooperative until TANF benefits ceased was 13 months, with the longest being 95 months. We do not consider this a reasonable time frame.

Finding 06-13

CFDA #93.959

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES

Block Grants for Prevention and Treatment of Substance Abuse

Questioned Cost: \$26,712

The Department of Human Services did not meet the maintenance of effort and administrative costs earmarking requirements.

45 CFR 96.134 requires that the state expenditures exceed the average level of expenditures maintained by the state for the two-year period prior to the fiscal year for which the agency is applying for the grant. For fiscal year 2005, the department was \$5,328 below the required maintenance of effort level.

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45 CFR 96.135 requires that the state will not expend more than 5 percent of the grant to pay the costs of administering the grant. For fiscal year 2006 the department spent 5.6% on administrative expenditures, which was \$26,712 more than allowed.

Recommendation:

We recommend the Department of Human Services monitor the maintenance of effort requirement to ensure it is met and also follow the earmarking requirement by expending no more than the maximum 5 percent of the grant on administrative costs.

Corrective Action Plan:

The Department respectfully disagrees with the questioned costs of administering the grant. It appears that definitions of what are programmatic and administrative costs differ between the State Auditor's office and DHS. DHS believes our definitions to be accurate and reasonable. DHS has applied our definitions since 1991 and CSAT has found all SAPT applications to be in compliance.

The Department has implemented additional procedures to ensure compliance with the Maintenance of Effort Requirement.

Finding 06-14
CFDA #84.126

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES
Vocational Rehabilitation Services – Basic Support

Questioned Cost: \$0

The procedures surrounding the Department of Human Service's financial reporting for the Vocational Rehabilitation program are not adequate.

Our testing of the Annual Vocational Rehabilitation Program/Cost Reports (RSA-2) for Vocational Rehabilitation found numerous amounts that were not supported by underlying accounting or other data. The federal fiscal year 2004 RSA-2 report had an error rate of 2% (1/59) while the federal fiscal year 2005 RSA-2 report had an error rate of 36% (21/59) of the items tested. The items tested includes fiscal year expenditures, number of individuals served, expenditures by service category, number of program staff, and carryover funds. It was also noted that the 2005 RSA-2 report was not reviewed and/or approved by a person independent of preparation.

The OMB Circular A-133 Compliance Supplement Section L (Reporting) states that financial reports shall be accurate and complete and agree with the accounting records. Adequate internal control procedures require reports be reviewed and/or approved by an appropriate individual.

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Recommendation:

We recommend the Department of Human Services strengthen internal controls surrounding the reporting procedures to ensure the required financial reports for Vocational Rehabilitation are properly completed and accurate and that these reports be reviewed and/or approved by an appropriate individual.

Corrective Action Plan:

The Department will accurately complete, properly review and approve the required federal reports.

Finding 06-15
CFDA #93.658
US DEPARTMENT OF HEALTH AND HUMAN SERVICES
Administration for Children and Families
Foster Care

Questioned Cost: \$0

The Department of Human Services (DHS) failed to properly calculate the clearance pattern used for federal draw down purposes.

Per review of the fiscal year 2006-2007 Treasury-State Agreement, DHS supplied a new clearance pattern to the Office of Management and Budget for the Foster Care program of 4 days. Based on our testing it appears the correct clearance pattern would have been 6 days.

This resulted in DHS drawing down Foster Care funds on average 2 days early, which would result in an interest liability of \$2,252 owed to the Federal government.

The OMB Circular A-133 Compliance Supplement states programs over a materiality threshold will be covered by a Treasury-State Agreement. This agreement details the methods used to determine a clearance pattern for each major federal program. The clearance pattern is the average number of days it takes from when checks are issued to program recipients or subrecipients until the money is cleared from the bank. Draws of federal funds are done based on the clearance pattern in an effort to make the transactions interest neutral – the state should receive the federal money on average on the same day the federal portion of the benefits is removed from the states bank account.

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Recommendation:

We recommend Department of Human Services ensure clearance patterns are correctly calculated.

Corrective Action Plan:

The Department will ensure clearance patterns are accurately calculated, especially when random months selected contain unique holiday situations at or near month end.

Finding 06-16
CFDA # Various Grants
All grants with data processing charges

Questioned Cost: Unknown

Data processing charges for the Department of Human Services (DHS) are not being allocated properly. DHS uses an Excel spreadsheet to allocate data processing charges to the various grants and programs controlled by the department.

Weaknesses were found relating to the DHS's process of assigning their employees to the proper grants and indirect grants. Currently the department relies on departmental supervisors of DHS to notify their Division of Information Technology (DoIT) of all personnel changes including hiring, firing, and transfers. Once notified of the personnel change DoIT will update the system. If DoIT is not notified of the personnel changes the allocation process will be incorrect as employees are being charged to the grants and indirect grants based on old information, which is currently the case at DHS. During our audit procedures we reviewed 4 out of approximately 1,900 DHS employees and found that all 4 were assigned to the wrong grant or indirect grant. Due to similar problems being noted in the prior single audit we determined that controls have not been implemented and did no further testing.

OMB Circular A-87 states that for costs to be allowable, they must be allocable to the federal program. Since DHS is not properly allocating these costs, they may be unallowable.

Data processing charges for the two year audit period totaled approximately \$21 million. Due to the large number of employees working for DHS and the many different ways that data processing charges for each employee may be set up (some may be charged directly to a federal grant, some completely to state funds, and some to both a direct grant and indirect cost pool) we were unable to determine the questioned cost.

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Recommendation:

We recommend the Department of Human Services develop internal controls that will ensure DHS employees are assigned to the proper direct and indirect grants.

Corrective Action Plan:

A letter dated February 14, 2006 from David Walter, HHS stated that the recommendation was satisfied based upon responses and documentation received. In the resolution process HHS concurred allocation changes did not need to be made at that time as the state was planning to migrate all systems from the mainframe to a new platform. This statewide migration project will require the development of a new billing process as well as a new method to allocate charges to the various Department grants and programs. The Department's systems are scheduled to begin the lengthy process of migrating to the new platform in July 2007. Also the majority of the data processing costs paid by the Department are for system maintenance costs, system analyst, and programmer's time, port charges, storage charges and batch processing which are not affected by the allocation of individual employees.

Finding 06-17

CFDA # Various

All grants with journal vouchers processed

Questioned Cost: \$0

Journal vouchers processed by the North Dakota Department of Human Services (DHS) for federal grants are not being properly approved.

DHS prepared journal vouchers totaling more than \$50 million dollars over a two year period to allocate expenditures to the proper federal grant and to correct errors made by the department when expenditures were originally charged to a grant. These journal vouchers are created by various accounting personnel throughout the department for numerous federal grants. Once these journal vouchers are created they are all submitted to one individual who reviews the journal voucher for reasonableness and then approves the journal voucher for payment. This individual does not have the required knowledge for activities allowed and allowable costs relating to the federal grants in order to determine whether a journal voucher is proper or not. Additionally, due to the large number of journal vouchers prepared by DHS, this individual along with her other job duties, does not have a sufficient amount of time to properly evaluate each journal voucher.

OMB's A-133 Compliance Supplement requires individuals responsible for approving transactions to be knowledgeable of the requirements for determining activities allowed and allowable costs.

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Recommendation:

We recommend the Department of Human Services develop internal controls that will ensure journal vouchers prepared for federal grants are approved by individuals knowledgeable about activities allowed and allowable costs and that the reviews performed are adequate.

Corrective Action Plan:

The Department is currently analyzing and assessing risk on the journal vouchers processed within the state's accounting system and will develop procedures deemed necessary.

Finding 06-18
CFDA # Various
All grants with subrecipients

Questioned Cost: \$0

The Department of Human Services (DHS) does not have procedures in place to ensure that subrecipients expending \$500,000 or more in Federal awards have met the audit requirements of OMB Circular A-133.

DHS is reviewing findings of A-133 audit reports that were submitted by subrecipients to the Federal Audit Clearinghouse, however, DHS is not tracking other subrecipients to ensure those subrecipients had the required audit report completed.

Subpart D of OMB Circular A-133 requires that a pass-through grantor ensure that subrecipients expending \$500,000 or more in Federal awards during the subrecipient's fiscal year are in compliance with the audit requirements for that fiscal year.

Recommendation:

We recommend the Department of Human Services ensure that subrecipients expending \$500,000 or more in Federal awards have met the audit requirements of OMB Circular A-133.

Corrective Action Plan:

The Department requires all subrecipients to sign and submit a form verifying that they are knowledgeable of the OMB Circular A-133 audit requirements before any contract is signed. All subrecipient audits submitted to the Federal Audit Clearinghouse are also reviewed for relevant findings. The Department contracts with a limited number of subrecipients that receive close to or over \$500,000 in a given year, and will in the future formally document our assurance that the appropriate audits have been completed.

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DEPARTMENT OF PUBLIC INSTRUCTION

Finding 06-19
CFDA #10.550
U.S. DEPARTMENT OF AGRICULTURE
Food Donation

Questioned Cost: Unknown

The Department of Public Instruction is not in compliance with grant requirements surrounding reporting.

Two of the three (67%) FNS-153 Reports that were tested were submitted later than 30 calendar days after the end of the reporting period and also had incorrect or missing amounts on the report.

7 CFR Part 250.17(a) states that reports are due no later than 30 calendar days after the end of the reporting period. OMB Circular A-133 Compliance Supplement Section L states that special reports shall be accurate and complete and summarized in accordance with the required or stated criteria and methodology.

Recommendation:

We recommend the Department of Public Instruction submit the FNS-153 Reports timely and ensure the reports are properly and accurately completed.

Corrective Action Plan:

The Department of Public Instruction concurs with the audit findings and will make every effort to submit the reports by the deadline. In addition, with reference to the accuracy of the reports, the Department of Public Instruction has worked to make these corrections and from August 2006 thru January 2007, none of the reports have required revisions.

Finding 06-20
CFDA # 84.287
US DEPARTMENT OF EDUCATION
Twenty-First Century Community Learning Center Grant

Questioned Cost: \$28,413

The Department of Public Instruction (DPI) does not have a written policy on allowable costs under the 21st Century Community Learning Center (21st CCLC) program, nor does DPI have adequate staffing to review subrecipient expenses to ensure allowability. The only requirements for the grant are for the expenditures to be reasonable. At this time what DPI considers to be reasonable is not always what the subrecipients consider to be reasonable.

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We selected one payment from each of the 16 subrecipients with current 21st CCLC grants. We requested the subrecipient provide support for the one pay request selected. Of the 16 payments tested, 12 were found to have unallowable expenditures or were lacking support for their documented payment request. Without support, we were unable to determine if the payments were for allowable items.

Examples of unallowable expenditures included a high power rifle (for a raffle), an air hockey table, pellet gun, and overstaffing salary costs.

The Department of Public Instruction does not have adequate procedures in place for monitoring the Learning Centers that receive funding from this grant. Learning Centers have an audit completed by DPI as often as possible but there is no set procedure for this. As a result audits get delayed and not completed as often as necessary.

The questioned costs, when taken to the entire population, project to a potential error of \$216,347.

Recommendation:

We recommend to the Department of Public Instruction that they create more definitive guidelines for the learning centers to follow under the 21st Century Community Learning Center Grant. We also recommend that they review expenditures for the learning centers on a more consistent basis.

Corrective Action Plan:

Audits are currently being conducted on grantees by an outside audit firm. In addition, the Department of Public Instruction is considering a requirement that each grantee contract with an outside CPA firm for an annual A-133 audit in compliance with state and federal requirements. This audit requirement will be at the grantee's expense and must be filed with the Department of Public Instruction before funds are released for the next grant cycle.

The Department of Public Instruction is currently reviewing expenditures on a monthly basis using an Excel spreadsheet that contains the same budget codes used by the Department of Public Instruction. This procedure was already in place at the time of the audit performed by the State Auditor's Office and continues at this time.

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Finding 06-21 CFDA # 84.287 US DEPARTMENT OF EDUCATION Twenty-First Century Community Learning Center Grant	Questioned Cost: \$49,800
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The Department of Public Instruction made payments to subrecipients which were later found to be unallowable or unsupported.

During monitoring visits to Solen/Cannonball Public School and Selfridge Public School, the department noted discrepancies in the records.

Solen Public School used a portion of the \$14,836 they received in grant money to purchase computer and video monitoring equipment. As this equipment was not going to be used 100% by the 21st Century Community Learning Center (21st CCLC) program, this is not a reimbursable cost.

Selfridge Public School was unable to provide support documenting there was an adequate number of students in attendance to validate their staffing levels.

Both programs were discontinued following the department's monitoring procedures.

No recommendation will be made because it was the monitoring procedures of the Department of Public Instruction that uncovered the problem.

ND GAME AND FISH DEPARTMENT

Finding 06-22 CFDA #15.611 U.S. DEPARTMENT OF INTERIOR Sport Fish Restoration and Wildlife Restoration	Questioned Cost: \$0
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The ND Game and Fish Department (Department) did not report program income in the financial status reports that was related to barter transactions generated on lands within the wildlife management areas (WMA) managed and maintained with Federal Assistance grant funds. The Department issues 50 permits each year in which farmers who lease tillable acreage of the WMA agree to leave a portion of their crop in the field for the benefit of wildlife in lieu of paying for the use of the land.

43 CFR § 12.65 (b) states, "Program income means gross income received by the grantee or sub grantee directly generated by a grant supported activity, or earned only as a result of the grant agreement during the grant period." In addition, Title 43 CFR § 12.65 (g) states, "Program income shall be deducted from outlays which may be both Federal and non-Federal..., unless

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the Federal agency regulations or the grant agreement specify another alternative (or a combination of the alternatives)".

Recommendation:

We recommend the ND Game and Fish Department establish procedures to

- a. Identify the barter transactions, including anticipated income, along with the appropriate accounting and reporting of this arrangement, in the grant application, and
- b. Report the value of the crops received as program income on the Financial Status Report (SF 269).

Corrective Action Plan:

The ND Game and Fish Department estimated that the amount of unreported program income from barter transactions during the audit period was immaterial. However, the ND Game and Fish Department is developing a spreadsheet to document barter income. The Department will use the spreadsheet to record barter income during the next field season (2007) and report the value of crops received as program income on the SF-269 Financial Status Report for the grant ending June 30, 2008. Anticipated barter income will be included in future grant applications.

NORTH DAKOTA HIGHWAY PATROL

Finding 06-23
CFDA # 20.218
U.S. DEPARTMENT OF TRANSPORTATION
National Motor Carrier Safety

Questioned Cost: \$514

The North Dakota Highway Patrol (NDHP) did not maintain support for some of its expenditures and journal vouchers. NDHP did not have support for 4 of the 60 expenditures and 4 of the 13 journal vouchers selected for testing. The unsupported expenditures totaled \$514, which when projected to the population is a projected error of \$4,088.

Also, journal vouchers are being approved without any support attached to them, which means the reviewer cannot determine the specific expenditures being reclassified or corrected, the allowability of those expenditures, or whether those expenditures were incurred during the grant period.

OMB Circular A-87 requires all expenditures and journal vouchers to be supported and approved by an appropriate level of management.

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Recommendation:

We recommend the North Dakota Highway Patrol maintain support for all expenditures paid and journal vouchers created and ensure that all journal vouchers created have support attached when approved.

Corrective Action Plan:

Measures will be taken immediately to ensure that all expenses and journal vouchers will be accompanied by supporting documents and that journal vouchers will have support attached at the time of approval. Of the \$514 in questioned costs, \$313 applies to federal fiscal 2005 and \$201 applies to federal fiscal 2006.

Finding 06-24

CFDA # 20.218

U.S. DEPARTMENT OF TRANSPORTATION

National Motor Carrier Safety

Questioned Cost: \$0

The North Dakota Highway Patrol has charged payroll expenditures to the MCSAP grant outside the period of availability.

Funds were drawn under the 2004 and 2005 grants for salary expenditures incurred during months of October 2004 and 2005, respectively, which are not within the period of availability for the 2004 and 2005 grants. In effect, the Highway Patrol is charging salary expenditures on a November to October basis instead of the federal fiscal year basis.

Grant regulations require that expenditures be incurred during the period of availability in order to be allowable under the grant.

Recommendation:

We recommend the North Dakota Highway Patrol limit expenditures charged to the MCSAP grant to those items incurred within the period of availability.

Corrective Action Plan:

In the future all federal reimbursements will be for expenses incurred in the period of availability only. Implementation has already taken place as of March 2007.

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Finding 06-25

CFDA #20.218

U.S. DEPARTMENT OF TRANSPORTATION

National Motor Carrier Safety

Questioned Cost: \$36,422

The North Dakota Highway Patrol included unallowable expenditures in the indirect cost pool used to calculate the indirect cost reimbursement from the Federal Government.

The North Dakota Highway Patrol included unallowable costs in the indirect cost pool totaling \$195,631 for fiscal year 2005 and \$264,809 for fiscal year 2006. The indirect cost rates for those years were 6.3 percent and 9.1 percent, respectively. This resulted in an overcharge to the federal program of \$36,422 over the two-year audit period.

OMB Circular A-87 requires that only allowable expenditures be included in the cost pool used to determine indirect cost reimbursement from the Federal Government.

Recommendation:

We recommend the North Dakota Highway Patrol only include allowable expenditures in the cost pool used to determine the amount of indirect cost reimbursement from the Federal Government.

Corrective Action Plan:

Steps will be taken so that all unallowable costs will be excluded from the indirect cost pool for federal indirect costs. During the audit it was discovered that no reimbursement request was made for indirect costs which could have been claimed for the period from July 1, 2005 thru September 30, 2005. In addition, no reimbursement request was made for indirect costs arising from administrative salaries during federal fiscal 2005. The total reimbursement which could have been requested as indirect costs for these items was \$21,847. This amount serves to offset the \$12,638 (\$12,325 + \$313) of total questioned costs which apply to federal fiscal 2005. Of the \$36,422 in questioned costs above, \$12,325 applies to federal fiscal 2005 and \$24,097 applies to federal fiscal 2006. The reimbursement requests for federal fiscal 2006 will be reduced by \$24,097 in order to offset the questioned costs for federal fiscal 2006.

**STATE OF NORTH DAKOTA
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

Finding 06-26 CFDA # 20.218 U.S. DEPARTMENT OF TRANSPORTATION National Motor Carrier Safety	Questioned Cost: \$0
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The North Dakota Highway Patrol has not properly maintained fixed assets records for items acquired with Federal awards.

A review of the fixed asset records maintained by the North Dakota Highway Patrol revealed:

- Instances where disposed items were not removed from the inventory records;
- Values assigned to fixed assets were incorrect;
- Items purchased with Federal awards in the inventory records had the wrong funding source attached to the record; and
- Physical inventories taken are not being performed in a timely manner.

Federal regulations require that proper records be maintained for equipment purchased with Federal awards to ensure that equipment is adequately safeguarded and maintained.

Recommendation:

We recommend the North Dakota Highway Patrol develop and implement procedures to ensure that all inventory records are properly maintained and all annual physical inventories be taken in a timely manner.

Corrective Action Plan:

Procedures will be implemented to assure that all fixed asset inventory items will be supported by proper source documentation and that annual physical inventories will be taken in a timely manner.

HISTORICAL SOCIETY

Finding 06-27 CFDA # 15.904 DEPARTMENT OF THE INTERIOR National Park Service Historic Preservation Fund Grants-in-Aid	Questioned Cost: \$0
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The Historical Society is not properly tracking expenditures to ensure that no more than 25% of the grant (federal plus nonfederal share) be spent on administrative costs. No noncompliance was noted, however there are no controls in place to ensure the limit is not exceeded.

**STATE OF NORTH DAKOTA
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

The Historic Preservation Fund Grant Agreements as well as the Historic Preservation Grant Manual require that no more than 25% of the grant (federal plus nonfederal share) be spent on administrative costs of the program.

Recommendation:

We recommend the Historical Society track costs to ensure compliance with the Historic Preservation Fund Grant requirement that no more than 25% of the grant (federal plus nonfederal share) be spent on administrative costs.

Corrective Action Plan:

The State Historical Society of North Dakota provided Information to the State Auditor's Office which shows that the administration costs for the Historic Preservation Fund Grant are substantially less than the 25% limit as allowed by the grant. When preparing the request for reimbursement in the future, the Society will perform a general analysis of potential administration costs to determine that administration costs do not exceed the 25% limit. The Society will continue to use time sheets to allocate salaries and fringe benefits between direct and administrative costs. In addition, the Society will review the grant agreement to determine if there are allocation methods which can be used to allocate other costs such as travel and office supplies.

UNIVERSITY OF NORTH DAKOTA

Finding 06-28
CFDA # 84.033
U.S. DEPARTMENT OF EDUCATION
Federal Workstudy

Questioned Cost: Unknown

The Fiscal Operations Report and Application to Participate (FISAP) at the University of North Dakota (UND) was not supported by the institution's general ledger. At June 30, 2006 the FISAP, Part V, showed three differences, as follows:

- Section B, line 10 "total federal funds available for 2005-2006 FWS" reported \$1,043,330, however, the general ledger showed revenue of \$997,744, a difference of \$45,586.
- Section D, line 13 "total federal share of FWS earned compensation" reported \$923,477, however, the general ledger showed earned compensation of \$926,609, a difference of \$3,132.
- Section D, line 15 "federal share of Job Location and Development (JLD) Program expenditures" reported \$30,314, however, the general ledger showed \$36,017, a difference of \$5,703.

34 CFR 675.19 (b)(2)(iv) states an institution shall establish and maintain program and fiscal records that are reconciled at least monthly.

**STATE OF NORTH DAKOTA
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

Recommendation:

We recommend that UND reconcile program and fiscal records on a monthly basis and properly report balances on the FISAP.

Corrective Action Plan:

Disagree. UND does reconcile the Federal Work-Study Program on a monthly and ongoing basis and reports the appropriate balances on the FISAP. The Instructions for Part V: Federal Work-Study Program (FWS) show the balances are to be reported on an award year, reflecting any changes up to the submittal date of September 29, 2006. Section B Line 10 is to reflect the Federal Funds available for FWS Expenditures for the award year; it will not reflect revenue in the general ledger for the fiscal year. Section D, line 13 shows the expenditures as recorded in the FWS projects UND0010549, UND0010550 and UND0010551 as of July 20, 2006. This would include the July 15, 2006 payroll. The only difference would be the benefits that need to be transferred to another funding source. Due to limitations within PeopleSoft, the benefits follow the students and need to be transferred out of the FWS funds after payroll has posted. Section D, Line 15 is the allowable amount of expense, based on the match we had available for the Job Locator and Development project.

Auditor Rebuttal:

We repeatedly asked for explanations of the differences and to date have not been provided with an acceptable explanation. Since the award year and the fiscal year are the same, there should be no differences to explain if the activity was properly recorded and reported.

Finding 06-29

CFDA # Various

VARIOUS FEDERAL AGENCIES

Research and Development Cluster

Questioned Cost: \$2,170

Support for payroll activity at the University of North Dakota (UND) since the January 2005 implementation of PeopleSoft needs to be improved. We noted the following while testing research expenses:

- One personnel activity confirmation (PAC) did not support the actual payroll expense charged to the federal program. The PAC showed 48 percent effort to the grant for the reporting period, but actual expenses charged to the grant were 67 percent for the reporting period, or about \$2,170 in salary cost overcharges.
- PAC's processed since converting to PeopleSoft were not completed timely; applies to five of five tested. The PAC's were approved from 106 to 208 days after the end of the reporting period.

**STATE OF NORTH DAKOTA
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

OMB Circular A-21, J10.b.(2)(c) states that the payroll distribution system will allow confirmation of activity allocable to each sponsored agreement and each of the categories of activity needed to identify F&A costs and the functions to which they are allocable.

OMB Circular A-110, Subpart C .21(b)(3) states that the recipients' financial management systems shall provide for effective control over and accountability for all funds, property and other assets. Recipients shall adequately safeguard all such assets and assure they are used solely for authorized purposes.

Recommendation:

We recommend that UND:

- Refund the unsupported salary cost to the federal program, and
- Distribute and certify PAC's on a timely basis.

Corrective Action Plan:

Disagree that the salary was unsupported. The documentation shows the Salary Redistribution took place in a timely manner and was appropriate; however, UND does agree that the effort certification was not appropriate because the retroactive salary redistribution information never came through to the Effort System as expected. UND has filed a Remedy Ticket with CND concerning this issue and is waiting for a reply.

Agree that UND needs to distribute and certify the PAC's in a more timely manner. Initially, some of the delay could be attributed to glitches within the Effort System. We are attempting to distribute and follow up on the return of the current forms in a timely manner. Our goal is to distribute the PACs within 30 days after the last pay period covered by the certification period. UND will also re-write the cover sheet that is distributed with the PACs to ensure accurate and adequate information is given to departments.

Finding 06-30
CFDA # 16.608
U.S. DEPARTMENT OF JUSTICE
Tribal Court Assistance Program

Questioned Cost: \$2,074

The following issues were discovered during our tests of expenses and reports for the Tribal Court Assistance Program at the University of North Dakota (UND):

1. Two of eight quarterly reports were not filed on time. The January to March quarterly report for project 4513 was filed 6-1-05 (30 days late) and the quarterly report for project 4522 for the same dates was submitted 5-25-05 (25 days late). Both reports were due April 30, 2005. In accordance with OMB Circular A-110.52(a)(1)(iv), quarterly financial reports (SF269) are required to be filed within 30 days from the end of the quarter.

**STATE OF NORTH DAKOTA
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

2. Sign-in sheets for national conference participants were not maintained. The client did maintain a client prepared listing of participants which were supported by individual applications for participation submitted by the individual; however, this did not prove attendance at the conference. Without the evidence of a sign-in sheet for the conferences, the client cannot positively assert that all applicants attended the conference, or that all attendees participated in all parts of the conference.
3. A consultant was paid, but no contract between the consultant and the institution existed. For adequate audit evidence and legal requirements, contracts for all consulting services must be maintained. According to UND Accounting Services policy "Consultant and Subcontract Procedures" a written agreement is not required. But per SBHE policies 803.1, paragraph #4 and 840, paragraph 5, written contracts are required for all binding agreements and payments for services may only be made according to a written contract. Questioned cost \$1,350.
4. Original invoice showed two nights of lodging by an individual that was not on the list of approved attendees for the National Gathering in Washington DC, May 22 through the 25, 2005. Only allowable expenses should be paid. Questioned cost \$456.
5. In our test of expenses (Operational Audit, UND 2005) \$110 in non-employee expenses (acct 623200) was paid to a hotel in Mandan, ND for an individual who did not stay at this hotel for the two nights charged. The hotel receipt clearly shows a charge for two nights lodging, but that no one occupied the room. Questioned cost \$110.
6. During our test of expenses for the New York Listening Conference we noted that a sign-in sheet was used, but one of our test subjects only signed in April 26, 2006 and did not sign out that day and did not sign-in or out April 27, 2006. This situation was noted for several other participants. Attendance at national meetings is crucial for determining eligibility for non-employee reimbursements for travel. Incomplete documentation of attendance does not constitute sufficient audit evidence. Questioned cost \$158.

Recommendation:

We recommend that UND:

1. Comply with program requirements by submitting required reports on a timely basis.
2. Require signature sign-in sheets for all sponsored conference participants.
3. Require all consultants to sign contracts for services provided and rewrite the UND Accounting Services "Consultant and Subcontract Procedures" policy to comply with SBHE policies 803.1 and 840.
4. Only pay allowable expenses from invoices.
5. Discontinue the practice of paying lodging costs for persons that do not occupy the room.
6. Require completion of sign-in sheets at the conference by all participants prior to approving travel reimbursements.

**STATE OF NORTH DAKOTA
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

Corrective Action Plan:

1. Agree. The report were late as a result of going live with PeopleSoft with very little training on the system or reporting available from the system. We have communicated with the Federal Agency staff to keep them apprised of the situation and have been very pleased with their understanding. We continue to make progress to file the required reports in a timely manner as staff become more familiar with the system.
2. Agree. The Tribal Judicial Institute will use sign-in sheets for all national events in the future and it will be stressed that all participants must sign in and attend events, especially if they are on scholarship. If persons fail to sign in for the events, reimbursement will be sought from those individuals, for expenses paid by UND.
3. Agree that this consultant was paid without adequate documentation. Disagree that a formal contract for all consulting services must be obtained. An Invoice or Purchase Order once accepted or signed is considered a binding contract and will meet the requirements of SBHE policies 803.1 and 840. UND will update its procedures to reflect this requirement.
4. Agree. UND is currently working on obtaining alternative documentation to show the individual attended the conference. We are currently contacting presenters to see if they had sign in sheets and trying to get a notarized statement from the individual.
5. Agree. The Tribal Judicial Institute tries to negotiate within the hotel agreement that UND will not be responsible for no-shows. If the hotel will not accept this, the Tribal Judicial Institute will require the individual to provide a credit card to guarantee the room. If the individual is a no-show and does not provide an explanation that meets UND policy (see following) the individual's credit card will be charged for the room. UND policy states in the event that it is necessary to cancel or amend travel arrangements, the fee (hotel cancellation fee, airline ticket rebooking/cancellation fee, registration fee, etc.) is reimbursable to the traveler if the cancellation is due to a justifiable business-related reason or a personal emergency. The reason for cancellation must be noted on the reimbursement Voucher. When the traveler makes the travel arrangements, the cancellation policy should be requested so that cancellations can be made in a timely manner to avoid any fee. Paper airline tickets that have been canceled should be also returned the Accounting Services for cancellation processing. The department in question has been reminded of UND's cancellation policy.
6. Agree. The Tribal Judicial Institute will require completion of sign-in sheets at all national events by all participants prior to approving travel reimbursement.

Auditor Rebuttal:

3. Above, State Board of Higher Education policies 803.1 and 840 take precedence over UND policy. The recommendation will remain.

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SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

NORTH DAKOTA STATE UNIVERSITY

Finding 06-31
CFDA # 66.700
U.S. ENVIRONMENTAL PROTECTION AGENCY
Consolidated Pesticide Enforcement Cooperative Agreements

Questioned Cost: \$0

Program income was not properly recognized and reported by North Dakota State University (NDSU). The U.S. Environmental Protection Agency (EPA) treated these revenues as non-program income. As a result, pesticide certification and enforcement revenue of \$602,551 collected during fiscal years 2006 and 2005 was not properly handled. We also noted a small amount of unallowable cost charged against this revenue (\$212 for bad debt expense and collection costs).

Per the Associate Regional Counsel for Region 8 of the EPA, "While the grant regulations, at 40 CFR 30.24, could be read to treat the types of fees received by the pesticide program as "project income" under the grant, EPA has an agency-wide practice of treating those fees as non-program income. Under the old part 31 regulations, the Agency treated permit fees and other types of fees as normal governmental receipts not subject to the program income rules of the old regulations. When the regulations were changed in 1988, EPA continued to treat these fees as it had historically. In the last few years, the Agency has tried to come to a resolution concerning treatment of these receipts, but has been unable to reach agreement. It has continued to maintain the status quo on the matter. The North Dakota Auditor has raised a good issue concerning treatment of these fees. If they were considered "program income", they would be tracked and treated under the grant. Because the Agency has not considered them to be program income, tracking has not been required. Until the Agency makes a uniform decision on treatment of these funds, Regions may continue their historical treatment of these funds. Region 8 has not treated these receipts as program income and the grant conditions, to my knowledge, contain no provisions concerning program income treatment of these fees."

OMB Circular A-110, subpart C, section .24(a), program income, states the federal awarding agencies shall apply the standards set forth in this section in requiring recipient organizations to account for program income related to projects financed in whole or in part with federal funds. Further, 40 CFR 30.24a states EPA shall apply the standards set forth in this section in requiring recipient organizations to account for program income related to projects financed in whole or in part with federal funds.

No recommendation will be made because the problem lies with the interpretation of the regulations by the EPA.

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For the Fiscal Years Ended June 30, 2006 and 2005

Finding 06-32
CFDA # Various
VARIOUS FEDERAL AGENCIES
Research and Development Cluster

Questioned Cost: \$2,759

Support for payroll activity at North Dakota State University (NDSU) since the January 2005 implementation of PeopleSoft needs to be improved. We noted the following while testing Smith Lever expenses:

- There was no personnel activity confirmation (PAC) for two of 16 periods tested. The unsupported error projects to \$491,482 for the audit period.
- PAC's processed since converting to PeopleSoft were not approved timely, applies to 14 of 14 tested. The PAC's were approved anywhere from 48 to 374 days after the end of the reporting period.

We noted the following while testing research expenses:

- PAC's processed since converting to PeopleSoft were not completed timely; applies to seven of seven tested. The PAC's were approved anywhere from 27 to 474 days after the end of the reporting period.

NDSU employees stated that since the implementation of PeopleSoft, PAC's were to be prepared and certified on a quarterly basis. However, as of February 2007, NDSU's policy manual has not been updated to reflect the changes. Policy 821 states PAC's are distributed monthly to all employees who are paid from sponsored agreements.

OMB Circular A-21, J10.b.(2)(c) states that the payroll distribution system will allow confirmation of activity allocable to each sponsored agreement and each of the categories of activity needed to identify F&A costs and the functions to which they are allocable.

OMB Circular A-110, Subpart C .21(b)(3) states that the recipients' financial management systems shall provide for effective control over and accountability for all funds, property and other assets. Recipients shall adequately safeguard all such assets and assure they are used solely for authorized purposes.

Recommendation:

We recommend that NDSU:

- Comply with policy 821 and distribute and certify PAC's on a monthly basis, or update the policy to reflect current procedures,
- Distribute PAC's to all employees where confirmation of payroll activity allocation is required, and
- Distribute and certify PAC'S on a timely basis.

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Corrective Action Plan:

NDSU agrees and will implement the recommendation within the current fiscal year.

Finding 06-33
CFDA # 10.500
U.S. DEPARTMENT OF AGRICULTURE
Cooperative Extension Service

Questioned Cost: \$0

Smith Lever expenses of about \$1.7 million (or 44%) and \$2.8 million (or 65%) for fiscal year 2005 and fiscal year 2006, respectively, were coded to unallowable Higher Education Computer Network (HECN) transaction codes or PeopleSoft accounts. HECN was replaced by PeopleSoft effective January 2005. The PeopleSoft accounts were 515005, Salaries-Faculty and 515010, Faculty Overload. This occurred because of guidance provided in the PeopleSoft general ledger account descriptions. These descriptions provide in part that account 515005 should be used for personnel employed in a faculty role, whether in teaching, research, or public service.

Per the Administrative Handbook for Cooperative Extension Work, Chapter III, Section K3d, salaries or expenses relating to the offering or conducting of college courses of instruction for credit are unallowable.

Recommendation:

We recommend that additional accounts be created to adequately account for Smith Lever expenses, or the accounts 511002, Salaries-Regular – Benefited or 512005, Salaries – Other, be used.

Corrective Action Plan:

NDSU will request a new account code for “Salaries–Extension Service-Nonteaching Faculty” from the ConnectND staff and, if granted, will use it upon creation of the new account.

Finding 06-34
CFDA # 10.500
U.S. DEPARTMENT OF AGRICULTURE
Cooperative Extension Service

Questioned Cost: \$0

We found the following support and internal control weaknesses when reviewing 25 Smith Lever expenses:

- In one instance, federal funds were used as a temporary funding source for a private grant. The personnel activity confirmation report for our test item showed 100% effort to the private grant, however 100% of the salary was charged to the federal grant. The total salary

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SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

correction (retro distribution) for this employee was \$7,001.28. The reason for the change was shown as "Starting date for grant was in December, but did not get set up until March because of the delays with PeopleSoft". In addition, we noted an internal control weakness in this department. Two people each had the ability to enter original hours and overtime for a pay period, plus the ability to enter changes for these original entries.

- In one instance, written documentation was not available to support a 75%-25% allocation of conference expenses between different federal grants. The total expense was \$2,589.41. We were told the allocation approximated the number of attendees representing their particular program.

Circular A-21, Section C4.c. states that any costs allocable to activities sponsored by industry, foreign governments or other sponsors may not be shifted to federally-sponsored agreements. Circular A-21, Section C4.d.(2) states the institution's financial management system shall ensure that no one person has complete control over all aspects of a financial transaction.

Circular A-110, Section .21(b)(6) states that the recipient's financial management systems shall provide for written procedures for determining the reasonableness, allocability and allowability of costs in accordance with the provisions of the applicable Federal cost principles and the terms and conditions of the award.

Recommendation:

We recommend that:

- Federal funds not be used as a temporary funding source for non-federal grants.
- Payroll roles be divided so one person cannot both enter original hours and overtime and make changes for errors.
- Written documentation be prepared to support the allocation of expenses chargeable to more than one grant.

Corrective Action Plan:

- *Temporary funding source: We agree and will implement the recommendation.*
- *Payroll roles: The Ag Budget Office met with the auditors in January 2007 to review the current procedures. Steps have been taken to mitigate the auditors concerns with the limited staff and within the framework of CND and the resources available.*
- *Written Documentation: We agree and will take more care in getting written documentation in the future.*

**STATE OF NORTH DAKOTA
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

NORTH DAKOTA UNIVERSITY SYSTEM

Finding 06-35
CFDA # Various
VARIOUS FEDERAL AGENCIES
All Federal programs at the Colleges and Universities

Questioned Cost: Unknown

Based on our review of the PeopleSoft grants management and general ledger modules, there is no electronic system in place which provides a complete listing of all federal awards/projects/funds that require non-federal match and identify the non-federal fund/project being used to meet the match requirement.

Clients stated that manual lists are maintained to ensure that matching requirements are met, but when requested, the lists have been incomplete or were prepared on a project life and did not equal the expenses shown on the general ledger. Clients also stated that federal match is monitored during each billing cycle, but no listing is available.

As a result, there is no way to ensure that the manual listing provided is accurate and the auditor has a complete population to audit nor is there a way to identify all non-federal matching funds or the federal funds they match.

Recommendation:

We recommend the North Dakota University System establish and maintain a system, preferably one embedded in the PeopleSoft accounting system, for all campuses, to track all federal funds that require matching and the non-federal fund that provides the required match and to ensure accuracy, reliability and consistency between departments and campuses.

Corrective Action Plan:

Currently, PeopleSoft has the capability to track cost-share information within the functionality of the grants and contracts module. Two of the three institutions that use the grants and contracts module, are working towards fully utilizing the cost-share functionality. Due to additional complexities of its Ag appropriations, one campus is not currently using the functionality. The remaining eight institutions have more limited grant activity and only use the project functionality of the system to track grants and contracts, which does not include cost-share tracking. The NDUS institutions will work with ConnectND staff to identify systems for tracking cost-share information. However, these systems may not be embedded in PeopleSoft and they may not be consistent between institutions due to differing missions and complexities of the institutions. The goal will be to provide a system that assures accuracy and reliability of the information.

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SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

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NORTH DAKOTA STATE UNIVERSITY
NORTH DAKOTA STATE COLLEGE OF SCIENCE

Finding 06-36

CFDA # 84.007, 84.033, 84.038, 84.063, 93.342, 93.820, 93.925

U.S. DEPARTMENT OF EDUCATION

Student Financial Aid Cluster

Questioned Cost: \$0

North Dakota State University (NDSU) and North Dakota State College of Science (NDSCS) reported tuition and fee revenue net of scholarship allowances, thereby underreporting their tuition and fee revenue by \$10,851,232 and \$2,151,330, respectively, for fiscal year 2006.

The FISAP instructions for Part I, Section E, line 22 states the institution must report the gross tuition and fee revenue for all enrolled students as categorized in Section D.

Recommendation:

We recommend that NDSU and NDSCS report gross, not net tuition and fees collected, as categorized in Section D of the FISAP.

Corrective Action Plan:

Agree. NDSU and NDSCS will report revenues at the gross amount in the future.

NORTH DAKOTA STATE COLLEGE OF SCIENCE

Finding 06-37

CFDA # 84.007, 84.033, 84.038

U.S. DEPARTMENT OF EDUCATION

Federal Supplemental Education Opportunity Grants

Federal Workstudy

Federal Perkins Loan Program

Questioned Cost: \$26,208

The Fiscal Operations Report and Application to Participate (FISAP) at North Dakota State College of Science (NDSCS) was not supported by the institution's general ledger. There were numerous differences in fiscal year 2005. Some of the fiscal year 2005 differences were corrected in fiscal year 2006, but not all; and there were additional differences in fiscal year 2006. The cumulative differences at June 30, 2006 shown on the FISAP, Part III, Section A, are as follows:

- Line 1.1, "cash on hand and in depository as of 6/30/06" was understated by \$26,208 due to not depositing institutional capital contributions of \$9,116 and loan cancellation reimbursements of \$9,732 into the fund; and overcharging administrative costs by \$7,360.

**STATE OF NORTH DAKOTA
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For the Fiscal Years Ended June 30, 2006 and 2005

- Line 6, "loan principal assigned to and accepted by the United States" was understated by \$23,154.
- Line 21, "institutional capital contributions" was overstated by \$24,204.
- Line 23, "interest income on loans" was understated by \$25,089.
- Line 24, "other income" was understated by \$548.

At June 30, 2006 the FISAP, Part IV, Section B, line 10 reported "total federal funds available for 2005-2006 FSEOG as \$138,937. However, the general ledger showed revenue of \$150,384, an overstatement of \$11,447. In addition, Part IV, Section D, line 14 reported "administrative cost allowance claimed" as zero, but the general ledger reported administrative costs of \$9,634, an overstatement of \$9,634.

At June 30, 2006 the FISAP, Part V, Section B, line 10 reported "total federal funds available for 2005-2006 FWS" as \$150,942. However, the general ledger showed revenue of \$148,668, an understatement of \$2,274. In addition, Part V, Section D, line 14 reported "administrative cost allowance claimed as \$7,547, but the general ledger reported administrative costs of \$5,273, an understatement of \$2,274.

34 CFR 674.19 (c) states an institution shall deposit its ICC into its Fund prior to or at the same time it deposits any FCC and 34 CFR 674.19 (d), 34 CFR 675.19 (b)(2)(iv), and 34 CFR 676.19 (b)(2) state an institution shall establish and maintain program and fiscal records that are reconciled at least monthly.

Recommendation:

We recommend that NDSCS:

- Immediately deposit the understated cash into the Fund,
- Reconcile program and fiscal records on a monthly basis, and
- Properly report balances on the FISAP.

Corrective Action Plan:

Agree.

1. NDSCS has deposited the understated cash.

2. NDSCS will reconcile records on a timely basis.

The Financial Aid Office and the Business Office will work more closely in the future to ensure balances are reported properly in regards to fiscal records.

**STATE OF NORTH DAKOTA
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

DICKINSON STATE UNIVERSITY

Finding 06-38
CFDA # 93.364

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES
Nursing Student Loans

Questioned Cost: \$42,343

The annual operating report for the nursing student loan program at Dickinson State University (DSU) was not supported by the institution's general ledger. At June 30, 2006 the Annual Operating Report, Program Accounts Section E, reported a "cash balance end of reporting period" of zero. However, the general ledger showed a credit cash balance of \$42,343. The difference occurred because DSU reported institutional contributions deposited of \$5,535 and \$36,808 at June 30, 2005 and June 30, 2006, respectively, on the annual operating report, but did not make the deposits.

Student Financial Aid Guidelines, Fiscal Management, Program Monitoring, Chapter 1 Reports, states the annual operating report is the principal monitoring instrument used by the Department of Health and Human Services to evaluate institutional performance. For this reason, it is important that the annual operating report be accurate, consistent with applications and identical with institutional ledgers.

Recommendation:

We recommend that DSU:

- Deposit \$42,343 into the nursing student loan program fund as reported on their annual operating report, and
- Accurately report future balances on the annual operating report.

Corrective Action Plan:

Agree. The DSU general ledger is accurate with respect to the cash balance in the Nursing Student Loan Fund as of June 30, 2006. Because of a miscommunication between the Business Affairs Office and the Financial Aid Office, DSU awarded Nursing Student Loans beyond the cash that was available, generating a negative cash balance as of June 30, 2006. The Nursing AOR electronic filing does not allow the reporting of cash balances less than zero; therefore DSU had to show an institutional deposit to bring that balance to zero. In essence, the university has covered the negative balance with institutional funds, just not by formal entry in the general ledger. DSU will make the necessary general ledger as of June 30, 2007; however, the amount will be much less than the \$42,343 in the recommendation. The balance in the fund has been replenished by student loan payments, with a projected negative balance of approximately \$5,000 as of June 30, 2007. The cash balance will again be positive by early FY 2008.

**STATE OF NORTH DAKOTA
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

MAYVILLE STATE UNIVERSITY

Finding 06-39
CFDA # 93.600

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES
Head Start

Questioned Cost: \$0

We noted the following while testing the Head Start program:

- Four out of four SF-269 federal financial reports and eight out of eight SF-272 federal financial reports were submitted late.
- Total outlays for four out of four SF-269 federal financial reports and total expenses for five out of eight SF-272 federal financial reports did not agree to or reconcile to the institution's general ledger.

OMB Circular A-110 states on page 1006:24 (1) paragraph (iv) "Federal awarding agency shall require recipients to submit the SF-269 or SF-269A no later than 30 days after the end of each specified reporting period for quarterly and semi-annual reports, and 90 calendar days for annual and final reports." It goes on to state in (2) paragraph (iv) "Recipients shall be required to submit not more than the original and two copies of the SF-272 15 calendar days following the end of each quarter."

All federal reports must accurately reflect program expenses and agree with or reconcile to the general ledger.

Recommendation:

We recommend MASU's Head Start:

- Submit all SF-272 and SF-269 reports on time, and
- Prepare federal financial reports using only the recorded information on the general ledger.

Corrective Action Plan:

Agree. Mayville State will submit required reports on a timely basis and Mayville State's Controller will review the SF269 and SF272 reports for general ledger reconciliation.

**STATE OF NORTH DAKOTA
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS**

For the Fiscal Years Ended June 30, 2006 and 2005

MINOT STATE UNIVERSITY – BOTTINEAU CAMPUS

Finding 06-40
CFDA # 84.038
U.S. DEPARTMENT OF EDUCATION
Federal Perkins Loan Program

Questioned Cost: \$20,254

The Fiscal Operations Report and Application to Participate (FISAP) at Minot State University-Bottineau (MiSU-BC) was not supported by the institution's general ledger. At June 30, 2006 the FISAP, Part III, Section A, line 1.1 reported "cash on hand and in depository as of 6/30/06" as zero. However, the general ledger showed a credit cash balance of \$20,254. The difference occurred because MiSU-BC reported institutional capital contributions of \$20,254 at June 30, 2006 on the FISAP, but did not make the contributions.

The FISAP instructions for Part III, Section A, line 1.1 state that expenditures that exceed the amount of cash on hand in the Loan Fund must be charged to an Institutional Capital Contribution (ICC) deposited into the Fund as of June 30, 2006. If schools intend to reclaim the additional ICC without depleting the Fund, they must repay, within the 2006-2007 award year, any "short-term, no-interest" loans made to the Fund. If schools do not make repayments, any unpaid balance becomes a permanent part of the Fund.

Recommendation:

We recommend that MiSU-BC make the required contribution to the Fund as reported on the FISAP.

Corrective Action Plan:

Agree. MiSU-B has made the required contribution to the fund.

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the fiscal years ended June 30, 2006 and 2005
By State Agency**

CAREER AND TECHNICAL EDUCATION

Finding 04-1:	Page 68
CFDA # 84.048:	U.S. Department of Education Basic Grants to States
Questioned Cost:	\$0
Recommendation:	We recommend the Department of Career & Technical Education require each employee sign their personnel activity reports.
Status:	CTE concurs with the finding and has implemented procedures to comply with the recommendations. The Dept of Education sustains the auditors' findings and agrees with the auditors recommendations. <u>This finding is considered resolved and closed.</u>

Finding 04-2:	Page 68
CFDA # 84.048:	U.S. Department of Education Basic Grants to States
Questioned Cost:	\$0
Recommendation:	We recommend the Department of Career & Technical Education maintain support for the Accountability Reports, maintain copies of the Accountability Reports sent to the federal government, and have the Accountability Reports properly approved before they are submitted.
Status:	CTE concurred with the findings and implemented procedures to comply with the recommendations. The Dept of Education <u>does not sustain</u> the auditors' findings and recommendations, and does <u>not</u> agree with the auditors recommendation. The finding is considered closed and resolved.

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the fiscal years ended June 30, 2006 and 2005
By State Agency**

DIVISION OF EMERGENCY MANAGEMENT

Finding 04-3:	Page 69
CFDA # 97.036, 97.039:	U.S. Dept of Homeland Security Public Assistance Grants and Hazard Mitigation Grants
Questioned Cost:	\$0
Recommendation:	We recommend DEM implement procedures to ensure that subrecipients requiring an A-133 audit have met those requirements, and that they are completed within 9 months of the end of the subrecipient's audit period.
Status:	The finding was implemented in accordance with the corrective action plan. Questioned cost was \$0, no further action required.

Finding 04-4:	Page 70
CFDA # 97.004, 83.554, 83.548:	U.S. Dept of Homeland Security State Domestic Preparedness Equipment Support, Public Assistance Grants and Hazard Mitigation Grants
Questioned Cost:	Unknown
Recommendation:	We recommend that the DEM adhere to the standards as defined in OMB Circular A-87 Attachment B Part 8 (h) (3-6) and have employees that work 100% on a federal grant complete a semi-annual certification and have employees that work on multiple federal grants complete personnel activity reports or equivalent documentation that reflects the after-the-fact distribution of the actual activity.
Status:	The finding was implemented in accordance with the corrective action plan. Questioned cost was \$0, no further action required.

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the fiscal years ended June 30, 2006 and 2005
By State Agency**

Finding 04-5:	Page 71
CFDA # 97.004, 16.007:	U.S. Dept of Homeland Security State Domestic Preparedness Equipment Support Program
Questioned Cost:	\$0
Recommendation:	We recommend that the Division of Emergency Management establish a policy for monitoring subrecipients and document the monitoring procedures performed.
Status:	The finding was implemented in accordance with the corrective action plan. Questioned cost was \$0, no further action required.

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the fiscal years ended June 30, 2006 and 2005
By State Agency**

DEPARTMENT OF HUMAN SERVICES

Finding 04-6 Page 72

CFDA # 93.558: U. S. Dept of Health and Human Services
Administration for Children and Families, Temporary Assistance for Needy Families

Questioned Cost: Unknown

Recommendation: We recommend the Dept of Human Services develop procedures which will enable them to correctly comply with the federal guidelines when enforcing the 60 month limit on TANF assistance. This will include working with Job Service North Dakota when determining the unemployment rates on Indian country and developing procedures to determine which individuals are residing in Indian country within any areas where the unemployment rate for the Indian country is determined to be over 50 percent.

Status: Finding and questioned costs are still being resolved.

On February 6, 2006, the Department received notice of penalties imposed by the Department of Health & Human Services. The options available as stated in the letter include seeking an exception to the penalties, entering into a corrective action plan, or appealing the penalties.

We are initially seeking an exception to the penalties by showing "reasonable cause". On March 27, 2006, the Department requested an extension until August 1, 2006 to compile the data showing "reasonable cause". That request for extension has been approved.

On September 15, 2006 the Department received a letter from the U.S. Department of Health and Human Services stating the reasonable cause was granted. North Dakota systematically complies, and complied throughout the fiscal years ended June 30, 2006 and 2005, with the federal requirement at 42 U.S.C. § 608(a)(7) limiting to 60 months the time an adult may receive TANF assistance, and providing exceptions:

- North Dakota limits the Indian country exception to resident of "Indian country" as defined in N.D. Administrative Code § 75-02-01.2-35.1(4)(b), an administrative rule with the force and effect of law, identical to the definition at 18 U.S.C. § 1151, as referenced in 42 U.S.C. § 608(a)(7)(D)(ii);

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the fiscal years ended June 30, 2006 and 2005
By State Agency**

- North Dakota amended its TANF State plan on October 1, 2006, to conform to the requirements of N.D. Administrative Code § 75-02-01.2-35.1;
- North Dakota determined levels of unemployment in Indian country using data consistent with the requirement of 42 U.S.C. § 608(a)(7)(D)(i) and 45 CFR § 264.1, the applicable federal statute and regulation; and
- Upon receipt of the related finding in the June 30, 2004, 2003 Single Audit, North Dakota began reviewing all Rolette county TANF cases to verify accurate TANF lifetime limit count months.

Auditor Comment: It is our opinion that the department is not in compliance with the 60 month limit on TANF benefits in regards to Indian Country as noted in the current audit finding 06-11. While the letter of September 15, 2006 does grant reasonable cause & rescind the penalty, it does not state that DHS does not have to comply with our recommendation but instead states that DHS has, in fact, been misapplying the exemption requirement. The review of Rolette county TANF cases was not complete during our audit period and therefore was not reviewed.

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the fiscal years ended June 30, 2006 and 2005
By State Agency**

Finding 04-7:	Page 73
CFDA # 93.558:	U.S. Dept of Health and Human Services Administration for Children and Families, Temporary Assistance for Needy Families
Questioned Cost:	Unknown
Recommendation:	We recommend Dept of Human Services enforce the requirement that all individuals not cooperating with Title IV-D (child support) who are receiving TANF benefits are properly sanctioned.
Status:	<p>Finding and questioned costs are still being resolved. See current finding 06-12.</p> <p>On February 6, 2002, the Department received notice of penalties imposed by the Department of Health & Human Services. The options available as stated in the letter include seeking an exception to the penalties, entering into a corrective action plan, or appealing the penalties.</p> <p>We are initially seeking exceptions to the penalties by showing "reasonable cause". We have until April 7, 2006, to respond and documents seeking exceptions to the penalties by showing "reasonable cause" will be sent prior to that date.</p> <p>On June 26, 2006 the Department received a letter from the U.S. Department of Human Services stating the reasonable cause was granted and the penalty was rescinded. The Department has been in compliance with 42 USC 608(a)(2), and continues to improve and enhance procedures and provide training and guidance to the county eligibility workers. Federal guidance provided to the Department by the Administration for Children and Families stated that no federal statute, regulation, or written policy of the federal agency requires that a sanction be imposed within any specific time after the State IV-D agency notifies the State IV-A agency that an individual in not cooperating.</p>
Auditor Comment:	It is our opinion that the department is still not in compliance with the requirements regarding sanctioning TANF benefits as noted in current finding 06-12. While the letter of June 26, 2006 did in fact, rescind the penalty, it also stated that the federal agency was not persuaded by the arguments made and will rely on further audits to ensure the problem has been rectified, which it has not.

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the fiscal years ended June 30, 2006 and 2005
By State Agency**

Finding 04-8:	Page 74
CFDA # 93.558:	U.S. Dept of Health and Human Services Administration for Children and Families, Temporary Assistance for Needy Families
Questioned Cost:	\$459
Recommendation:	We recommend the Dept of Human Services: (a) enforce the requirements that all workers check IEVS whenever it is updated, and (b) ensure all caseworkers are properly trained on the VISION system when any changes are made to the benefit calculation portion of the system.
Status:	Finding was implemented in accordance with the corrective action plan. Per Department of HHS letter dated 12/15/2005, the questioned costs are identified as non-monetary and further collections efforts will not be pursued.
Auditor Comment:	The department did implement their corrective action plan, however this corrective action was not sufficient to implement the first part of the above recommendation as noted in current finding 06-10.

Finding 04-9:	Page 75
CFDA # 93.575, 93.596:	U.S. Dept of Health and Human Services Administration for Children and Families, Child Care Cluster
Questioned Cost:	Unknown
Recommendation:	We recommend the Dept of Human Services follow OMB Circular A-87 by preparing the required certifications or personnel activity reports for all employees charging time to federal grants.
Status:	Finding was implemented in accordance with the corrective action plan. Per Department of HHS letter dated 12/15/2005, the questioned costs are identified as non-monetary and further collections efforts will not be pursued.

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the fiscal years ended June 30, 2006 and 2005
By State Agency**

Finding 04-10:	Page 76
CFDA # 93.568:	U.S. Dept of Health and Human Services Administration for Children and Families, Office of Community Services, Low Income Home Energy Assistance
Questioned Cost:	\$22,209
Recommendation:	We recommend the Dept of Human Services: (a) implement controls to ensure duplicate payments are not issued; (b) follow up on all noted duplicate payments and ensure that reimbursement is received; and (c) notify caseworkers of proper procedures or provide training on proper authorization periods.
Status:	<p>Finding was implemented in accordance with the corrective action plan. Questioned cost is still being resolved.</p> <p>In a letter dated February 16, 2006, to Pam Sharp, Director of OMB, the Department of Health & Human Services requested payment of the questioned costs of \$22,209.</p> <p>The questioned costs are an estimated amount, with the State Auditor's Office known error being only \$1,475.24. As stated in the management response above, the amount outstanding at 3/11/2005 was \$202.72. After deducting the amount that has been collected and returned to the Federal government since 3/11/05, the Department contends that the actual amount owed is \$131.59. After a phone conversation with Mr. Nick St. Angelo on March 14, 2006, a fax requesting a hearing on the amount of the questioned costs was sent and we are awaiting a response to that request.</p>

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the fiscal years ended June 30, 2006 and 2005
By State Agency**

Finding 04-11:	Page 77
CFDA # Various:	All grants with subrecipients
Questioned Cost:	\$0
Recommendation:	We recommend the Dept of Human Services: (a) ensure that subrecipients are in compliance with the audit requirements of OMB Circular A-133 when applicable; (b) issue management decisions on subrecipient audit findings within six months of receiving the audit reports; and (c) ensure that the subrecipient takes appropriate and timely corrective action.
Status:	Per Dept. of HHS letter dated Feb. 21, 2006, response and documentation satisfy the recommendations cited in the report.
Auditor Comment:	Procedures implemented by the department were sufficient to correct the last two portions of the above recommendation, but still left deficiencies as noted in current finding 06-18.

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

Finding 04-12:	Page 78
CFDA # Various:	All grants with data processing charges
Questioned Cost:	Unknown
Recommendation:	We recommend the Dept of Human Services develop internal controls that will ensure current and future employees are being assigned to the proper direct and indirect grants in the allocation of data processing charges.
Status:	Per Dept. of HHS letter dated Feb. 21, 2006, response and documentation satisfy the recommendations cited in the report.
Auditor Comment:	The department's corrective action plan included plans to wait until the State's mainframe computer mitigation is complete. This has not happened yet, so although they are following their corrective action plan, the condition still exists as noted in current finding 06-16.

DEPARTMENT OF PUBLIC INSTRUCTION

Finding 04-13:	Page 79
CFDA #10.550:	U. S. Dept of Agriculture Food Donation
Questioned Cost:	Unknown
Recommendation:	We recommend the Dept of Public Instruction: 1) receive proper approval for each donated food in storage that exceeds a six-month supply; and 2) properly report all inventory on hand that exceeds a six-month supply semiannually on form FNS-155.
Status:	The finding was implemented in accordance with the corrective action plan.

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the fiscal years ended June 30, 2006 and 2005
By State Agency**

Finding 04-14:	Page 80
CFDA # Various:	U. S. Dept of Education All grants with subrecipients
Questioned Cost:	\$19,147
Recommendation:	We recommend the Dept of Public Instruction comply with Circular A-133 by implementing controls to ensure subrecipients take timely corrective action on deficiencies identified in a subrecipient audit report.
Status:	The finding was implemented in accordance with the corrective action plan. The questioned cost (\$19,147) was recovered from the subrecipient.

Finding 04-16:	Page 81
CFDA # 84.352A:	U. S. Dept of Education School Renovation, IDEA and Technology Program
Questioned Cost:	Unknown
Recommendation:	We recommend that the Dept of Public Instruction develop a formal policy for the management of nonrecurring grants.
Status:	The finding was implemented in accordance with the corrective action plan.

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the fiscal years ended June 30, 2006 and 2005
By State Agency**

HISTORICAL SOCIETY

Finding 04-17:	Page 82
CFDA # 15.904:	Department of the Interior National Park Service, Historic Preservation Fund Grants-in-Aid
Questioned Cost:	Unknown
Recommendation:	We recommend the Historical Society track costs to ensure compliance with the Historic Preservation Fund Grant requirement that no more than 25% of the grant (federal plus nonfederal share) be spent on administrative costs.
Status:	Not Implemented. See current finding 06-27. Salaries and fringe benefits are allocated between administration and direct costs based on time sheets prepared by the employees. Nine percent of other costs, such as office supplies and travel were reported as grant administrative costs. The society will continue to use time sheets to allocate salaries and fringe benefits. Instead of reporting nine percent of other costs as administrative costs, the society will look at reporting these costs based on allocation methods which are allowed by the grant.

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the fiscal years ended June 30, 2006 and 2005
By State Agency**

STATE TREASURER'S OFFICE

Finding 04-18:	Page 83
CFDA: # None:	U.S. Dept of Health and Human Services Division of Cost Allocation, Statewide Cost Allocation
Questioned Cost:	Unknown.
Recommendation:	We recommend that the State Treasurer's Office prepare adequate personnel activity reports or equivalent documentation as required by OMB Circular A-87.
Status:	<p>Finding was implemented in accordance with the corrective action plan submitted March 26, 2006.</p> <p>The State Treasurer's Office submitted a request to its cognitive agency for approval to use a three month time study in lieu of doing daily time sheets or some other form of daily personnel activity reports. The Treasurer's Office employees began tracking their time effective April 1, 2006 and will continue thru June 30, 2006. Unless we are advised otherwise from our cognitive agency, a three month time study will be performed once each biennium. The results of the study will be used to allocate allowable cost to the State Wide Cost Allocation Plan on an annual basis.</p>

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the fiscal years ended June 30, 2006 and 2005
By State Agency**

**MINOT STATE UNIVERSITY-BOTTINEAU CAMPUS, ND STATE COLLEGE OF SCIENCE
AND VALLEY CITY STATE UNIVERSITY**

Finding 04-19 Page 84

CFDA: # 84.007, 84.033, 84.038, 84.063, 93.342, 93.364, 93.820, 93.925
U.S. Department of Education, Student Financial Aid Cluster

Questioned Cost: None

Recommendation: We recommend that each institution report the ConnectND fee collected from their enrolled students as tuition and fee revenue as categorized in Section D of the FISAP.

Status: The finding was implemented in accordance with the corrective action plan.

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the fiscal years ended June 30, 2006 and 2005
By State Agency**

DICKINSON STATE UNIVERSITY

Finding 04-20	Page 85
CFDA: # 84.281	U.S. Department of Education Eisenhower Professional Development State Grants
Questioned Cost:	\$4,480
Recommendation:	We recommend that DSU: 1. Repay the Department of Public Instruction the \$4,480 that is not applicable to the grant based on a review of the applicable supporting documentation; and 2. Develop a system to document level of effort reporting for all its Federal Grants which includes having the employee sign off and certify that he/she worked on a given project for a given period. The larger schools use PAC's (Personal Activity Confirmations) that are completed at the time of said activity and show the percentage of time charged to each federal project, and are maintained on file to support the charges to said project(s).
Status:	The finding was implemented and the questioned costs were repaid in accordance with the corrective action plan.

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the fiscal years ended June 30, 2006 and 2005
By State Agency**

UNIVERSITY OF NORTH DAKOTA

Finding 04-21 Page 86

CFDA: # 84.007, 84.033, 84.038, 84.063, 93.342, 93.364, 93.820 AND 93.925
U. S. Department of Education, Student Financial Aid cluster

Questioned Cost: \$12,675

Recommendation: We recommend that UND's financial aid office apply more stringent requirements for allowing students that are not making SAP progress to continue to receive financial aid. This should take the form of a more stringent policy and eliminate those students that are habitually being dismissed and reinstated by a given college within the university. The final decision whether aid should be continued or denied should be made by the Financial Aid office and should be based on the proper application of federal regulations and the decision should be adequately documented for audit purposes.

Status: The finding was implemented in accordance with the corrective action plan.

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the fiscal years ended June 30, 2006 and 2005
By State Agency**

UNIVERSITY OF NORTH DAKOTA

Finding 04-22	Page 89
CFDA: # None:	
Grant/Contract:	DATMO5-02-C-1252 U. S. Department of Defense, Dopaminergic Transmission Systems
Questioned Cost:	\$1,779,000
Recommendation:	We recommend that UND: 1. Draw-down federal monies on contracts only after the applicable expenses have been made (unless a clause in the contract allows otherwise); and 2. If faced with a similar situation in the future: a. Contact their Federal Cognizant agency for advice. b. Report to officials one level above the person pressuring it in the applicable federal agency; and c. Seek legal advice from general counsel.
Status:	The finding was implemented in accordance with the corrective action plan.

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the fiscal years ended June 30, 2006 and 2005
By State Agency**

MAYVILLE STATE UNIVERSITY

Finding 04-23	Page 91
CFDA: # 93.600:	U. S. Dept of Health and Human Services Head Start
Questioned Cost:	Unknown
Recommendation:	We recommend that: 1. MASU's accounting office improve recording and reporting procedures on the PeopleSoft system and on the Federal Cash Transaction Reports (272's) reports that are based on that system 2. MASU's Head Start office use or reconcile the information provided on the Financial Status Reports (SF269's) to the PeopleSoft accounting system; and 3. Both offices exercise due care to remit all required reports on a timely basis.
Status:	The finding was not implemented in accordance with the corrective action plan. See current finding #06-39.

**STATE OF NORTH DAKOTA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**For the fiscal years ended June 30, 2006 and 2005
By State Agency**

LAKE REGION STATE COLLEGE

Finding 04-25	Page 92
CFDA: # 84.038, 84.063 :	U. S. Dept of Education Federal Perkins Loan Program and Federal Pell Grant Program
Questioned Cost:	\$887
Recommendation:	We recommend that LRSC return \$887.08 to the appropriate federal funds and inform the appropriate federal entities of the default status of the student (NAID #30891) that this refund/write-off relates to.
Status:	The finding was implemented and the questioned costs were repaid in accordance with the corrective action plan.

Finding 04-26	Page 93
CFDA: # 84.038, 84.063 :	U. S. Dept of Education Federal Perkins Loan Program and Federal Pell Grant Program
Questioned Cost:	Unknown
Recommendation:	We recommend that LRSC not write-off any SFA loans that have not gone through the proper due diligence requirements. Normally these are met by the Student Loan Service Center in Fargo, which services all the Perkins Loans for the NDUS. However, as an advance reversal was initiated by LRSC eliminating the loan off the SLSC's records it had no chance to perform its duties.
Status:	The finding was implemented in accordance with the corrective action plan.

**STATE OF NORTH DAKOTA
FEDERAL GRANTOR AGENCIES
(With Acronyms)**

For the Fiscal Years Ended June 30, 2006 and 2005

<u>Acronym</u>	<u>Agency</u>
ARTS	National Foundation on the Arts and the Humanities
CNCS	Corporation for National and Community Service
USDA	Department of Agriculture
DOC	Department of Commerce
DOD	Department of Defense
DOE	Department of Energy
DHS	Department of Homeland Security
DOI	Department of the Interior
DOJ	Department of Justice
DOL	Department of Labor
DOS	Department of State
DOT	Department of Transportation
VA	Department of Veterans Affairs
ED	Department of Education
EEOC	Equal Employment Opportunity Commission
EPA	Environmental Protection Agency
GSA	General Services Administration
HHS	Department of Health and Human Services
HUD	Department of Housing and Urban Development
NARA	National Archives and Records Administration
NASA	National Aeronautics and Space Administration
NSF	National Science Foundation
SBA	Small Business Administration
SSA	Social Security Administration
TREAS	Department of the Treasury

**STATE OF NORTH DAKOTA
NORTH DAKOTA STATE AGENCIES
(With Acronyms)**

For the Fiscal Years Ended June 30, 2006 and 2005

<u>Acronym</u>	<u>Agency</u>
ADJ	Adjutant General
AERO	Aeronautics
AG	Agriculture
ART	Arts Council
ATG	Attorney General
AUD	Auditor
BLND	School for the Blind
BSC	Bismarck State College
COMM	Commerce
CORR	Corrections and Rehabilitation
CTE	Career and Technical Education
DES	Emergency Services
DHS	Human Services
DOT	Transportation
DPI	Public Instruction
DSU	Dickinson State University
GF	Game and Fish
GOV	Governor's Office
HD	Health Department
HIS	Historical Society
HP	Highway Patrol
IND	Industrial Commission
INS	Insurance Department
LAB	Labor Department
LIB	Library
LRSC	Lake Region State College
MASU	Mayville State University
MISU	Minot State University

**STATE OF NORTH DAKOTA
NORTH DAKOTA STATE AGENCIES
(With Acronyms)**

For the Fiscal Years Ended June 30, 2006 and 2005

MSUB	Minot State University - Bottineau
NDSU	North Dakota State University
OMB	Management and Budget
PA	Protection and Advocacy
PARKS	Parks and Recreation
PSC	Public Service Commission
SC	State Courts
SCS	North Dakota State College of Science
SEC	Secretary of State
TAX	Tax Department
UND	University of North Dakota
US	University System
VCSU	Valley City State University
VET	Veterans' Home
WC	Water Commission
WSC	Williston State College